

Statistics of Income

# SOI BULLETIN

Department of the Treasury  
Internal Revenue Service

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Internal Revenue Service

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**Department of the Treasury  
Internal Revenue Service**

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This report was prepared in the Statistics Division by Noreen Hoffmeier, Peter Sailer, Ray Wolfe, and William Mudd, under the general direction of John DiPaolo, Ray Plowden, and Jack Blacksin. Noreen Hoffmeier's contribution as principal coordinator in the development of this report is also recognized. In addition to the efforts of the staffs providing the data, contributions to the production of this report were also made by Cathy Robinson, Mary Haigler, Antoinette Jones-Lyles, and June Walters. Other contributors included Ruth Wise, who did the copy design and preparation; and Rosemary Senneff and Buddy Kirk of Facilities Management Division, who were responsible for the design and publication of the report.

Special recognition is also extended to Howie Wilson, former Assistant Director of the Statistics Division, now retired, whose knowledge and experience helped shape the content and direction of this SOI Bulletin.

This report contains data on individual income tax returns for 1979 and sole proprietorship and partnership returns for 1978. Data for individual returns cover sources of income, itemized deductions, and tax items, classified by size of adjusted gross income and by State. Income statement items, such as receipts and types of business deductions, classified by industry are shown for both sole proprietorships and partnerships. More comprehensive statistics on individuals, sole proprietorships, and partnerships will be available in the respective Statistics of Income complete reports.

Additional unpublished Statistics of Income data concerning individual, sole proprietorship, and partnership returns are currently available upon request. Further information may be obtained by writing to the Statistics Division, Internal Revenue Service, Washington, DC 20224.

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COMMISSIONER OF INTERNAL REVENUE

Washington, DC 20224

June 26, 1981

The Honorable Donald T. Regan  
Secretary of the Treasury  
Washington, DC 20220

Dear Mr. Secretary:

I am transmitting the Summer 1981 issue of the Statistics of Income Bulletin. This report has been produced in accordance with the mandate of section 6108 of the Internal Revenue Code which requires the preparation and publication of statistics reasonably available with respect to the operation of the internal revenue laws.

Presented here are preliminary statistics for individual returns for 1979 and the first detailed data on both sole proprietorships and partnerships for 1978. The data for individual taxpayers cover estimates of types of income, itemized deductions, selected credits, and tax, classified by State and by size of adjusted gross income. Detailed information on the residential energy credit, including expenditures by property type, is also shown. Data for sole proprietorships and partnerships consist of income statement items, such as business receipts and types of business deductions, for selected industries.

More comprehensive statistics, as well as any revisions to these initial estimates, will be included in the respective Statistics of Income complete reports.

With kind regards,

Sincerely,



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# Individual Income Tax Returns

Preliminary Income, Deduction, and Residential Energy Credit Statistics for 1979

By Noreen Hoffmeier\*

Preliminary statistics for Income Year 1979 show a 3.2 percent increase in the number of individual income tax returns filed, to 92.6 million (see Figure A). This was 2.8 million more returns than were filed for 1978--in spite of law changes raising the minimum income levels required for filing a tax return.

Adjusted gross income reached almost \$1.5 trillion for 1979, a 12.4 percent increase over 1978. Salaries, which typically make up more than 80 percent of

adjusted gross income, increased at about the same rate (12.8 percent). Some types of investment income, however, showed even more rapid changes--

Income type	1979 amount (millions)	Change from 1978
Interest .....	\$73,218	19.6%
Estate or trust..	3,644	18.3
Royalty .....	3,018	17.9

Figure A.—Sources of Income and Selected Tax Items, 1978 and 1979

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1978	1979	Change, 1978 to 1979
	(1)	(2)	(3)
Number of returns, total.....	89,771,551	92,616,213	2,844,662
Taxable.....	68,688,305	71,577,417	2,889,112
Nontaxable.....	21,083,246	21,038,796	-44,450
Adjusted gross income less deficit.....	1,302,447,386	1,463,666,582	161,219,196
Sources of income:			
Salaries and wages.....	1,090,291,855	1,229,353,731	139,061,876
Pensions and annuities in adjusted gross income.....	32,743,819	37,181,977	4,438,158
Business and profession net profit less loss.....	53,546,508	55,828,874	2,282,366
Farm net profit less loss.....	3,565,293	2,317,553	-1,247,740
Partnership net profit less loss.....	15,044,787	12,898,976	-2,145,811
Small Business Corporation net profit less loss.....	2,284,806	2,315,423	30,617
Sales of capital assets net gain less loss.....	23,231,376	26,810,024	3,578,648
Sales of property <i>other</i> than capital assets net gain less loss.....	1,256,902	908,655	-348,247
Dividends in adjusted gross income.....	30,206,475	33,078,347	2,871,872
Interest received.....	61,222,522	73,217,952	11,995,430
Rent net income less loss.....	3,139,157	2,142,122	-997,035
Royalty net income less loss.....	2,559,870	3,018,330	458,460
Estate or trust net income less loss.....	3,079,603	3,643,970	564,367
All other sources (net) <sup>1</sup> .....	2,638,501	5,636,420	2,997,919
Total statutory adjustments.....	22,364,088	24,685,773	2,321,685
Total itemized deductions.....	164,432,406	182,910,289	18,477,883
Number of exemptions.....	219,867,696	225,087,422	5,219,726
Taxable income.....	1,062,190,322	1,154,749,564	92,559,242
Zero bracket amount.....	215,787,307	230,699,547	14,912,240
Income tax before credits.....	203,803,653	219,306,130	15,502,477
Total credits.....	17,085,591	6,556,492	-10,529,099
Income tax after credits.....	186,718,062	212,749,638	26,031,576
Additional tax for tax preferences.....	1,514,475	1,004,456	-510,019
Total income tax.....	188,232,537	213,754,094	25,521,557
Self-employment tax.....	4,705,994	5,266,369	560,375
Total tax liability.....	193,184,849	219,244,082	26,059,233

<sup>1</sup>Consists of State income tax refunds, alimony received, unemployment compensation in adjusted gross income, and other income less loss.

NOTE: Detail may not add to total because of rounding.

Income growth was one of the major factors that contributed to the substantial overall increase in total income tax--up 13.6 percent, from \$188.2 billion for 1978 to \$213.8 billion for 1979. The average income tax, however, increased at a slower rate (about 9 percent), going from \$2,740 to \$2,986. Income tax as a percent of adjusted gross income remained about the same, 15.2 percent for 1978 and 15.3 percent for 1979.

#### TAX LAW REVISIONS

The tax return data presented here reflect not only economic conditions, but also the results of tax law changes that went into effect for 1979. Major changes for 1979 tax returns, which were chiefly the result of the Revenue Act of 1978, covered income, exemptions, deductions, credits, and tax. Highlights of these changes are listed below.

Filing Requirements Change--In general, the basic criterion for filing a tax return was the amount of income received; an income cutoff for filing purposes was determined by adding together the personal exemption amount and the zero bracket amount (ZBA). For 1979, the personal exemption amount was set at \$1,000, compared to the \$750 amount in effect from 1972 to 1978. The ZBA, based on marital status, was also increased--

Marital status	1978 ZBA	1979 ZBA
Married, filing jointly; surviving spouses .....	\$3,200	\$3,400
Married, filing separately .....	1,600	1,700
Single; head of household .....	2,200	2,300

These changes combined to raise the basic income filing requirements for joint returns by \$700, for returns of surviving spouses by \$450, and for all other returns by \$350. (For taxpayers age 65 or over, the limit was also increased by an additional \$250 because of the extra age exemption allowed.) Partly as a result of these changes, there was an overall 6 percent decline in returns showing incomes under \$5,000, with the specific changes as follows:

Marital status	Returns under \$5,000 (thousands)	Decrease from 1978
Married, filing jointly; surviving spouses .....	2,596	12.4%
Married, filing separately .....	521	19.8
Single; head of household .....	17,737	4.8

Unemployment Compensation Taxed--Unemployment compensation paid under Government programs was subject to taxation for the first time in 1979. In general, for every dollar of total income (including the unemployment compensation) in excess of \$20,000 for single taxpayers and \$25,000 for married taxpayers filing jointly, \$.50 of the unemployment compensation was brought into gross income. For married taxpayers who filed separate returns, all unemployment compensation had to be considered. According to the U.S. Employment and Training Administration, Department of Labor, a total of \$9.4 billion in unemployment compensation benefits was paid out for 1979 through Government programs.

There were more than 6 million returns filed with \$7.1 billion in total unemployment compensation; of these, slightly more than 1 million returns showed almost \$1.0 billion of unemployment compensation included in adjusted gross income and subject to tax.

Changes in Itemized Deductions--Two types of deductions were no longer available for 1979: the deduction for nonbusiness State and local gasoline taxes and the deduction for political contributions. These two changes, and particularly the increased zero bracket amount, no doubt contributed to the relatively small (2.8 percent) increase in the number of returns with itemized deductions, from 25.8 million returns for 1978 to 26.5 million for 1979. The amount of itemized deductions, however, increased by 11.2 percent over 1978. The following changes in each category of itemized deductions show the size of the increase.

Deduction type	1979 amount (millions)	Change from 1978
Interest paid ...	\$73,620	21.3%
Contributions ...	22,127	12.4
Medical .....	12,843	5.2
Taxes .....	60,553	1.8
All Other .....	13,767	11.5

The proportion of returns with itemized deductions for 1979 by State is illustrated in Figure B. The distribution ranged from a low of 13.9 percent for West Virginia to a high of 39.9 percent for Utah.

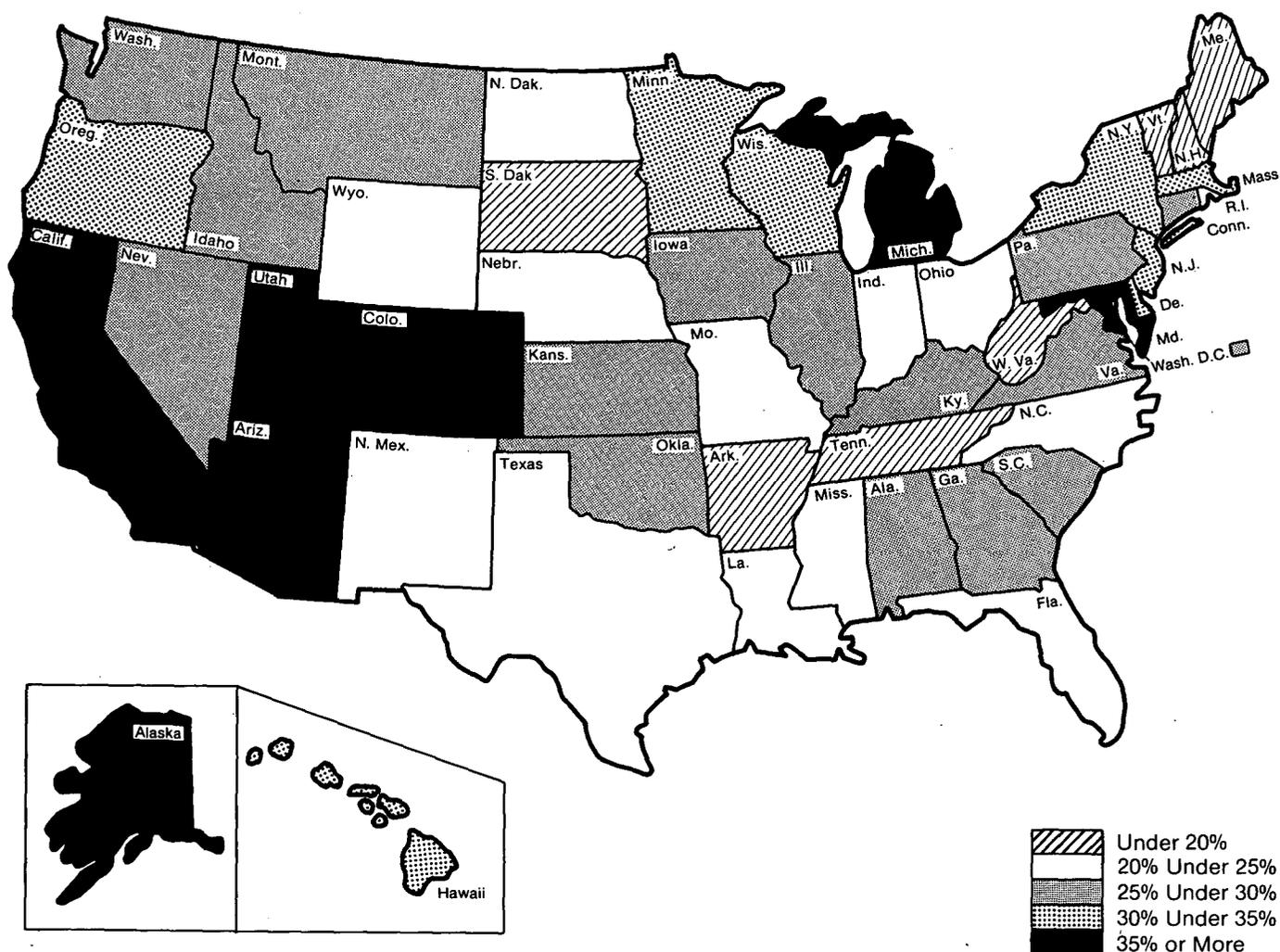
Earned Income Credit Revised--Originally instituted for 1975, the earned income credit was designed in part to encourage employment by being tied to an individual's earned income. From 1975 to 1978, this refundable credit of up to \$400 was available, in general, to taxpayers with incomes under \$8,000 and with dependent children. For 1979, taxpayers with incomes of up to \$10,000 could receive as much as \$500 of earned income credit. Not surprisingly, the number of returns with an earned income credit rose from 5.2 million for 1978 to 7.2 million for 1979. Much of this increase can be attributed to the raised income limits, which allowed 1.9 million taxpayers with incomes between \$8,000 and \$10,000 to claim the credit for 1979.

General Tax Credit Not Renewed--The general tax credit, available for 1975-1978, was discontinued beginning with 1979, since it had been compensated for by the increase in the personal exemption amount and reduction (and other changes) in the tax rates. Most of the \$10.5 billion decline in total tax credits from 1978 to 1979 was a result of the elimination of the general tax credit, which accounted for more than \$10.2 billion of the total \$17.1 billion in credits claimed for 1978.

Residential Energy Credit Carryover Begins--While the residential energy credit first came into being for 1978, not all aspects of the credit took effect with that year. Written into the law was a provision which allowed taxpayers with more credits than tax to carry any excess residential energy credit forward to be used against the next year's tax. (The credit was scheduled to be in effect for Tax Years 1978 through 1985, although any carryover from that period could be used through 1987.) For 1979, slightly more than 100,000 returns indicated a carryover from 1978, and 193,000 indicated a carryover to 1980. Overall, the number of returns with a residential energy credit declined about 1 million, from 5.8 million for 1978 to 4.8 million for 1979. This may be due in part to the fact that the credit for 1978 covered expenses incurred in 1977 and 1978, while the 1979 credit re-

Figure B

## Returns with Total Itemized Deductions as a Percent of All Returns, By State, 1979



flects only that year's expenses. Also, since the credit was figured on a per "residence" (rather than per "taxpayer") basis, those taxpayers who made use of the maximum amount of the credit for 1978 and did not change residences were not eligible for a credit for 1979.

**Alternative Minimum Tax Created.**--For Tax Year 1979, taxpayers with high incomes who may have otherwise paid little or no tax (due to large deductions, credits, or capital gain exclusions) became subject to a new "alternative minimum tax." This tax was computed, in general, by adding to taxable income any excluded long-term capital gains plus "excess" itemized deductions (those exceeding 60 percent of adjusted gross income), subtracting \$20,000, and subjecting the remainder to a graduated tax ranging from 10 to 25 percent. The alternative minimum tax was then reduced by other income taxes. In effect, the taxpayer had to pay the greater of the tax computed under the normal tax computation methods or the alternative minimum method.

For tax years before 1979, excess itemized deductions and excluded capital gains had been combined with other "tax preferences" and, after certain exclusions, subjected to a flat 15 percent tax. This "minimum tax" computation remained in effect for other tax preferences in 1979. The minimum tax and the alternative minimum tax, taken together, are shown as the "additional tax for tax preferences" in the tables.

**Other Changes.**--New tax rate schedules were provided for, generally by widening the income brackets. This resulted in 15 tax brackets instead of 25 for joint returns; and 16 instead of 25 for single returns. There was also a reduction in most of the lower tax rates and in some of the higher rates, with the average reduction being 7 percent.

The "alternative" tax on capital gains was repealed, in part because of other changes in the treatment of capital gains. For 1979, only 40 percent of long-term capital gains had to be included in adjusted gross income, in contrast to previous years

when 50 percent was included. (The 40 percent rate actually went into effect for the last two months of 1978, even though the alternative tax computation method was then still available.) Despite these changes, the net includable amount from sales of capital assets increased by 15.4 percent, from \$23.2 billion for 1978 to \$26.8 billion for 1979.

Basic Table Information

There are five basic tables covering individual income tax return data for 1979. Table 1 provides cumulated data on number of returns filed, adjusted gross income, and total income tax, classified by size of adjusted gross income. Table 2 provides data for all returns on the major sources of income, adjustments, credits, and other tax items, classified

by size of adjusted gross income. Information on itemized deductions, also classified by size of adjusted gross income, is shown in table 3. The computation of the residential energy credit, including types of expenditures, is detailed in table 4. Finally, table 5 covers the basic income and tax information for each State.

Following these tables is a brief statement on the sample used to compile the statistics presented here, as well as some of the limitations arising from both sampling and nonsampling errors.

Additional detailed statistics, as well as definitions of terms and a comprehensive description of the data limitations, will be available in the complete report, Statistics of Income--1979, Individual Income Tax Returns.

**Table 1.—Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size and accumulated size of adjusted gross income	All returns					Taxable returns			
	Number of returns	Percent of total	Adjusted gross income less deficit			Number of returns	Percent of total	Adjusted gross income less deficit	
			Amount	Percent of total	Average (Dollars)			Amount	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Size of Adjusted Gross Income</b>									
<b>Total</b> .....	<b>92,616,213</b>	<b>100.0</b>	<b>1,463,666,582</b>	<b>100.0</b>	<b>15,804</b>	<b>71,577,417</b>	<b>100.0</b>	<b>1,399,393,725</b>	<b>100.0</b>
No adjusted gross income .....	525,926	0.6	-7,936,655	—	-15,091	5,927	( <sup>1</sup> )	-375,529	—
\$1 under \$1,000 .....	3,253,653	3.5	1,878,880	0.1	577	*1,973	( <sup>1</sup> )	*1,779	( <sup>1</sup> )
\$1,000 under \$2,000 .....	4,553,347	4.9	6,838,317	0.5	1,502	99,404	0.1	150,633	( <sup>1</sup> )
\$2,000 under \$3,000 .....	4,508,574	4.9	11,181,659	0.8	2,480	126,944	0.2	320,095	( <sup>1</sup> )
\$3,000 under \$4,000 .....	4,132,656	4.5	14,467,929	1.0	3,501	1,953,373	2.7	7,071,419	0.5
\$4,000 under \$5,000 .....	3,878,952	4.2	17,407,687	1.2	4,488	2,494,539	3.5	11,217,897	0.8
\$5,000 under \$6,000 .....	4,061,083	4.4	22,368,548	1.5	5,508	2,714,334	3.8	14,983,496	1.1
\$6,000 under \$7,000 .....	4,267,397	4.6	27,707,117	1.9	6,493	2,982,051	4.2	19,393,918	1.4
\$7,000 under \$8,000 .....	4,043,370	4.4	30,285,021	2.1	7,490	3,106,087	4.3	23,302,531	1.7
\$8,000 under \$9,000 .....	3,718,707	4.0	31,596,663	2.2	8,497	3,251,848	4.5	27,660,219	2.0
\$9,000 under \$10,000 .....	3,544,269	3.8	33,633,335	2.3	9,489	3,334,728	4.7	31,665,218	2.3
\$10,000 under \$11,000 .....	3,204,766	3.5	33,638,824	2.3	10,496	3,076,058	4.3	32,293,313	2.3
\$11,000 under \$12,000 .....	3,011,101	3.3	34,601,755	2.4	11,491	2,924,005	4.1	33,606,995	2.4
\$12,000 under \$13,000 .....	2,911,977	3.1	36,362,047	2.5	12,487	2,853,348	4.0	35,632,080	2.5
\$13,000 under \$14,000 .....	2,736,544	3.0	36,946,496	2.5	13,501	2,686,043	3.8	36,265,691	2.6
\$14,000 under \$15,000 .....	2,566,552	2.8	37,217,775	2.5	14,501	2,527,621	3.5	36,651,882	2.6
\$15,000 under \$20,000 .....	11,387,764	12.3	198,625,566	13.6	17,442	11,251,622	15.7	196,285,827	14.0
\$20,000 under \$25,000 .....	9,009,214	9.7	201,424,044	13.8	22,358	8,953,081	12.5	200,189,331	14.3
\$25,000 under \$30,000 .....	6,314,186	6.8	172,472,245	11.8	27,315	6,283,409	8.8	171,637,415	12.3
\$30,000 under \$40,000 .....	6,454,074	7.0	220,130,631	15.0	34,107	6,430,778	9.0	219,345,869	15.7
\$40,000 under \$50,000 .....	2,205,166	2.4	97,230,478	6.6	44,092	2,200,923	3.1	97,043,573	6.9
\$50,000 under \$75,000 .....	1,463,365	1.6	86,605,139	5.9	59,182	1,457,283	2.0	86,245,146	6.2
\$75,000 under \$100,000 .....	417,117	0.5	35,802,515	2.4	85,833	416,254	0.6	35,731,180	2.6
\$100,000 under \$200,000 .....	353,945	0.4	46,503,656	3.2	131,387	353,348	0.5	46,430,577	3.3
\$200,000 under \$500,000 .....	78,912	0.1	22,242,466	1.5	281,864	78,866	0.1	22,229,090	1.6
\$500,000 under \$1,000,000 .....	10,054	( <sup>1</sup> )	6,661,556	0.5	662,578	10,036	( <sup>1</sup> )	6,650,528	0.5
\$1,000,000 or more .....	3,542	( <sup>1</sup> )	7,772,888	0.5	2,194,491	3,534	( <sup>1</sup> )	7,763,552	0.6

Size and accumulated size of adjusted gross income	Taxable returns—Continued											
	Taxable income			Income tax after credits			Total income tax					
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Percent of—			Average income tax (Dollars)	
(10)	(11)	(12)	(13)	(14)	(15)	(16)	Total	Taxable income	Adjusted gross income less deficit <sup>1</sup>		(20)	
<b>Size of Adjusted Gross Income</b>												
<b>Total</b> .....	<b>71,558,069</b>	<b>1,125,105,348</b>	<b>100.0</b>	<b>71,513,473</b>	<b>212,749,638</b>	<b>100.0</b>	<b>213,754,094</b>	<b>100.0</b>	<b>19.0</b>	<b>15.3</b>	<b>2,986</b>	
No adjusted gross income .....	—	—	—	*208	*197	( <sup>1</sup> )	49,978	( <sup>1</sup> )	( <sup>1</sup> )	( <sup>1</sup> )	8,432	
\$1 under \$1,000 .....	—	—	—	*1,718	*5,498	( <sup>1</sup> )	*6,305	( <sup>1</sup> )	( <sup>1</sup> )	( <sup>1</sup> )	*3,196	
\$1,000 under \$2,000 .....	98,555	267,804	( <sup>1</sup> )	98,555	5,833	( <sup>1</sup> )	7,281	( <sup>1</sup> )	2.7	4.8	73	
\$2,000 under \$3,000 .....	126,501	374,001	( <sup>1</sup> )	126,172	15,573	( <sup>1</sup> )	15,855	( <sup>1</sup> )	4.2	5.0	125	
\$3,000 under \$4,000 .....	1,953,049	5,163,975	0.5	1,953,225	100,613	( <sup>1</sup> )	101,012	( <sup>1</sup> )	2.0	1.4	52	
\$4,000 under \$5,000 .....	2,493,747	8,431,126	0.7	2,493,716	390,739	0.1	392,529	0.2	4.7	3.5	157	
\$5,000 under \$6,000 .....	2,714,321	11,633,567	1.0	2,714,098	795,894	0.3	796,773	0.4	6.8	5.3	294	
\$6,000 under \$7,000 .....	2,981,892	15,422,934	1.4	2,981,988	1,283,038	0.6	1,283,371	0.6	8.3	6.6	430	
\$7,000 under \$8,000 .....	3,105,830	18,417,003	1.6	3,105,830	1,638,686	0.7	1,640,848	0.8	8.9	7.0	528	
\$8,000 under \$9,000 .....	3,251,793	21,625,427	1.9	3,251,409	2,026,255	1.0	2,028,056	0.9	9.4	7.3	624	
\$9,000 under \$10,000 .....	3,334,325	24,732,665	2.2	3,333,297	2,544,568	1.2	2,545,442	1.2	10.3	8.0	763	
\$10,000 under \$11,000 .....	3,075,752	25,257,530	2.2	3,075,071	2,824,409	1.3	2,827,539	1.3	11.2	8.8	919	
\$11,000 under \$12,000 .....	2,923,958	26,371,919	2.3	2,922,665	3,098,237	1.6	3,099,689	1.5	11.8	9.2	1,060	
\$12,000 under \$13,000 .....	2,853,162	28,015,079	2.5	2,852,661	3,433,366	1.6	3,434,276	1.6	12.3	9.6	1,204	
\$13,000 under \$14,000 .....	2,685,947	28,744,209	2.6	2,685,823	3,672,112	1.7	3,673,229	1.7	12.8	10.1	1,368	
\$14,000 under \$15,000 .....	2,526,849	29,139,861	2.6	2,526,710	3,852,080	1.8	3,853,745	1.8	13.2	10.5	1,525	
\$15,000 under \$20,000 .....	11,250,618	157,210,165	14.0	11,247,352	22,623,165	10.6	22,631,388	10.6	14.4	11.5	2,011	
\$20,000 under \$25,000 .....	8,951,563	161,245,203	14.3	8,947,879	25,665,824	12.1	25,680,080	12.0	15.9	12.8	2,868	
\$25,000 under \$30,000 .....	6,283,042	139,106,426	12.4	6,274,329	24,385,427	11.5	24,412,408	11.4	17.5	14.2	3,885	
\$30,000 under \$40,000 .....	6,429,408	178,221,655	15.8	6,418,311	35,471,755	16.7	35,525,795	16.6	19.9	16.2	5,524	
\$40,000 under \$50,000 .....	2,200,690	79,019,715	7.0	2,193,936	18,366,690	8.6	18,423,057	8.6	23.3	19.0	8,371	
\$50,000 under \$75,000 .....	1,456,656	70,176,041	6.2	1,450,656	19,621,494	9.2	19,744,918	9.2	28.1	22.9	13,549	
\$75,000 under \$100,000 .....	415,568	29,006,476	2.6	414,166	9,829,678	4.6	9,929,498	4.6	34.2	27.8	23,854	
\$100,000 under \$200,000 .....	352,627	38,017,421	3.4	351,724	15,328,310	7.2	15,554,030	7.3	40.9	33.5	44,019	
\$200,000 under \$500,000 .....	78,681	18,103,642	1.6	78,461	8,919,989	4.2	9,098,091	4.3	50.3	40.9	115,361	
\$500,000 under \$1,000,000 .....	10,009	5,269,023	0.5	9,991	2,957,195	1.4	3,029,782	1.4	57.5	45.6	301,891	
\$1,000,000 or more .....	3,526	6,132,483	0.5	3,522	3,893,015	1.8	3,969,117	1.9	64.7	51.1	1,123,123	

Footnotes at end of table.

Table 1.—Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income—Continued

(All figures are estimates based on samples—money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	All returns					Taxable returns			
	Number of returns	Percent of total	Adjusted gross income less deficit			Number of returns	Percent of total	Adjusted gross income less deficit	
			Amount	Percent of total <sup>a</sup>	Average (Dollars)			Amount	Percent of total <sup>a</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Cumulated from Smallest Size of Adjusted Gross Income</b>									
No adjusted gross income	525,926	0.6	-7,936,655	—	-15,091	5,927	( <sup>b</sup> )	-375,529	—
\$1 under \$1,000	3,253,653	3.5	1,878,880	0.1	577	1,973	( <sup>b</sup> )	1,779	( <sup>b</sup> )
\$1 under \$2,000	7,807,000	8.4	8,717,197	0.6	1,117	101,377	0.1	152,412	( <sup>b</sup> )
\$1 under \$3,000	12,315,574	13.3	19,898,856	1.4	1,616	228,321	0.3	472,507	( <sup>b</sup> )
\$1 under \$4,000	16,448,230	17.8	34,366,785	2.3	2,089	2,181,694	3.0	7,543,926	0.5
\$1 under \$5,000	20,327,182	21.9	51,774,472	3.5	2,547	4,676,233	6.5	18,761,823	1.3
\$1 under \$6,000	24,388,265	26.3	74,143,020	5.0	3,040	7,390,567	10.3	33,745,319	2.4
\$1 under \$7,000	28,655,662	30.9	101,850,137	6.9	3,554	10,372,618	14.5	53,139,237	3.8
\$1 under \$8,000	32,699,032	35.3	132,135,158	9.0	4,041	13,478,705	18.8	76,441,768	5.5
\$1 under \$9,000	36,417,739	39.3	163,731,821	11.1	4,496	16,730,553	23.4	104,101,987	7.4
\$1 under \$10,000	39,962,008	43.1	197,365,156	13.4	4,939	20,065,281	28.0	135,767,205	9.7
\$1 under \$11,000	43,166,774	46.6	231,003,980	15.7	5,351	23,141,339	32.3	168,060,518	12.0
\$1 under \$12,000	46,177,875	49.9	265,605,735	18.0	5,752	26,065,344	36.4	201,667,513	14.4
\$1 under \$13,000	49,089,852	53.0	301,967,782	20.5	6,151	28,918,692	40.4	237,299,593	17.0
\$1 under \$14,000	51,826,396	56.0	338,914,278	23.0	6,539	31,604,735	44.2	273,565,284	19.5
\$1 under \$15,000	54,392,948	58.7	376,132,053	25.6	6,915	34,132,356	47.7	310,217,166	22.2
\$1 under \$20,000	65,780,712	71.0	574,757,619	39.1	8,737	45,383,978	63.4	506,502,993	36.2
\$1 under \$25,000	74,789,926	80.8	776,181,663	52.7	10,378	54,337,059	75.9	706,692,324	50.5
\$1 under \$30,000	81,104,112	87.6	948,653,908	64.5	11,697	60,620,468	84.7	878,329,739	62.7
\$1 under \$40,000	87,558,186	94.5	1,168,784,539	79.4	13,349	67,051,246	93.7	1,097,675,608	78.4
\$1 under \$50,000	89,763,352	96.9	1,266,015,017	86.0	14,104	69,252,169	96.8	1,194,719,181	85.4
\$1 under \$75,000	91,226,717	98.5	1,352,620,156	91.9	14,827	70,709,452	98.8	1,280,964,327	91.5
\$1 under \$100,000	91,643,834	99.0	1,388,422,671	94.3	15,150	71,125,706	99.4	1,316,695,507	94.1
\$1 under \$200,000	91,997,779	99.3	1,434,926,327	97.5	15,597	71,479,054	99.9	1,363,126,084	97.4
\$1 under \$500,000	92,076,691	99.4	1,457,168,793	99.0	15,826	71,557,920	100.0	1,385,355,174	99.0
\$1 under \$1,000,000	92,086,745	99.4	1,463,830,349	99.5	15,896	71,567,956	100.0	1,392,005,702	99.4
\$1 or more	92,090,287	99.4	1,471,603,237	100.0	15,980	71,571,490	100.0	1,399,769,254	100.0
All returns	92,616,213	100.0	1,463,666,582	100.0	15,804	71,577,417	100.0	1,399,393,725	100.0

Size and accumulated size of adjusted gross income	Taxable returns—Continued										
	Taxable income			Income tax after credits			Total income tax				
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Percent of—			Average income tax (Dollars)
(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	
<b>Cumulated from Smallest Size of Adjusted Gross Income</b>											
No adjusted gross income	—	—	—	208	197	( <sup>b</sup> )	49,978	( <sup>b</sup> )	( <sup>b</sup> )	( <sup>b</sup> )	8,432
\$1 under \$1,000	—	—	—	1,718	5,498	( <sup>b</sup> )	6,305	( <sup>b</sup> )	( <sup>b</sup> )	( <sup>b</sup> )	3,196
\$1 under \$2,000	98,555	267,804	( <sup>b</sup> )	100,273	11,331	( <sup>b</sup> )	13,586	( <sup>b</sup> )	( <sup>b</sup> )	( <sup>b</sup> )	134
\$1 under \$3,000	225,056	641,805	( <sup>b</sup> )	226,445	26,904	( <sup>b</sup> )	29,441	( <sup>b</sup> )	5.1	4.6	6.2
\$1 under \$4,000	2,178,105	5,805,780	0.5	2,179,670	127,517	0.1	130,453	2.2	2.2	1.7	129
\$1 under \$5,000	4,671,852	14,236,906	1.3	4,673,386	518,256	0.2	522,983	0.2	3.7	2.8	60
\$1 under \$6,000	7,386,173	25,870,473	2.3	7,387,484	1,314,150	0.6	1,319,755	0.6	5.1	3.9	179
\$1 under \$7,000	10,368,065	41,293,407	3.7	10,369,472	2,597,188	1.2	2,603,126	1.2	6.3	4.9	251
\$1 under \$8,000	13,473,895	59,710,410	5.3	13,475,302	4,235,874	2.0	4,243,974	2.0	7.1	5.6	315
\$1 under \$9,000	16,725,688	81,335,837	7.2	16,726,711	6,262,129	2.9	6,272,032	2.9	7.7	6.0	375
\$1 under \$10,000	20,060,013	106,068,502	9.4	20,060,008	8,806,697	4.1	8,817,474	4.1	8.3	6.5	439
\$1 under \$11,000	23,135,765	131,326,032	11.7	23,135,079	11,631,106	5.5	11,645,013	5.4	8.9	6.9	503
\$1 under \$12,000	26,059,723	157,697,951	14.0	26,057,744	14,729,343	6.9	14,744,702	6.9	9.3	7.3	566
\$1 under \$13,000	28,912,885	185,713,030	16.5	28,910,405	18,162,709	8.5	18,178,978	8.5	9.8	7.7	629
\$1 under \$14,000	31,598,832	214,457,239	19.1	31,596,228	21,834,821	10.3	21,852,207	10.2	10.2	8.0	691
\$1 under \$15,000	34,125,681	243,597,100	21.7	34,122,938	25,686,901	12.1	25,705,952	12.0	10.6	8.3	753
\$1 under \$20,000	45,376,299	400,807,265	35.6	45,370,290	48,310,066	22.7	48,337,340	22.6	12.1	9.5	1,065
\$1 under \$25,000	54,327,862	562,052,468	50.0	54,318,169	73,975,890	34.8	74,017,420	34.6	13.2	10.5	1,362
\$1 under \$30,000	60,610,904	701,158,894	62.3	60,592,498	98,361,317	46.2	98,429,828	46.0	14.0	11.2	1,624
\$1 under \$40,000	67,040,312	879,380,549	78.2	67,010,809	133,833,072	62.9	133,955,623	62.7	15.2	12.2	1,998
\$1 under \$50,000	69,241,002	958,400,264	85.2	69,204,745	152,199,762	71.5	152,378,680	71.3	15.9	12.8	2,200
\$1 under \$75,000	70,697,658	1,028,576,305	91.4	70,655,401	171,821,256	80.8	172,123,598	80.5	16.7	13.4	2,434
\$1 under \$100,000	71,113,226	1,057,582,781	94.0	71,069,567	181,650,934	85.4	182,053,096	85.2	17.2	13.8	2,560
\$1 under \$200,000	71,465,853	1,095,600,202	97.4	71,421,291	196,979,244	92.6	197,607,126	92.4	18.0	14.5	2,765
\$1 under \$500,000	71,544,534	1,113,703,844	99.0	71,499,752	205,899,233	96.7	206,705,217	96.7	18.6	14.9	2,889
\$1 under \$1,000,000	71,554,543	1,118,972,867	99.5	71,509,743	208,856,428	98.2	209,734,999	98.1	18.7	15.1	2,931
\$1 or more	71,558,069	1,125,105,348	100.0	71,513,265	212,749,443	100.0	213,704,116	100.0	19.0	15.3	2,986
All returns	71,558,069	1,125,105,348	100.0	71,513,473	212,749,638	100.0	213,754,094	100.0	19.0	15.3	2,986

Footnotes at end of table.

**Table 1.—Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size and accumulated size of adjusted gross income	All returns					Taxable returns			
	Number of returns	Percent of total	Adjusted gross income less deficit			Number of returns	Percent of total	Adjusted gross income less deficit	
			Amount	Percent of total <sup>1</sup>	Average (Dollars)			Amount	Percent of total <sup>2</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Cumulated From Largest Size of Adjusted Gross Income</b>									
\$1,000,000 or more	3,542	( <sup>1</sup> )	7,772,888	0.5	2,194,491	3,534	( <sup>1</sup> )	7,763,552	0.6
\$500,000 or more	13,596	( <sup>1</sup> )	14,434,444	1.0	1,061,668	13,570	( <sup>1</sup> )	14,414,080	1.0
\$200,000 or more	92,508	0.1	36,676,910	2.5	396,473	92,436	0.1	36,643,170	2.6
\$100,000 or more	446,453	0.5	83,180,566	5.7	186,314	445,784	0.6	83,073,747	5.9
\$75,000 or more	863,570	0.9	118,983,081	8.1	137,780	862,038	1.2	118,804,927	8.5
\$50,000 or more	2,326,935	2.5	205,588,220	14.0	88,352	2,319,321	3.2	205,050,073	14.6
\$40,000 or more	4,532,101	4.9	302,818,698	20.6	66,816	4,520,244	6.3	302,093,646	21.6
\$30,000 or more	10,986,175	11.9	522,949,329	35.5	47,601	10,951,022	15.3	521,439,515	37.3
\$25,000 or more	17,300,361	18.7	695,421,574	47.3	40,197	17,234,431	24.1	693,076,930	49.5
\$20,000 or more	26,309,575	28.4	896,845,618	60.9	34,088	26,187,512	36.6	893,266,261	63.8
\$15,000 or more	37,697,339	40.7	1,095,471,184	74.4	29,060	37,439,134	52.3	1,089,552,088	77.8
\$14,000 or more	40,263,891	43.5	1,132,688,959	77.0	28,132	39,966,755	55.8	1,126,203,970	80.5
\$13,000 or more	43,000,435	46.4	1,169,635,455	79.5	27,201	42,652,798	59.6	1,162,469,661	83.0
\$12,000 or more	45,912,412	49.6	1,205,997,502	82.0	26,267	45,506,146	63.6	1,198,101,741	85.6
\$11,000 or more	48,923,513	52.8	1,240,599,257	84.3	25,358	48,430,151	67.7	1,231,708,736	88.0
\$10,000 or more	52,128,279	56.3	1,274,238,081	86.6	24,444	51,506,209	72.0	1,264,002,049	90.3
\$9,000 or more	55,672,548	60.1	1,307,871,416	88.9	23,492	54,840,937	76.6	1,295,667,267	92.6
\$8,000 or more	59,391,255	64.1	1,339,468,079	91.0	22,553	58,092,785	81.2	1,323,327,486	94.5
\$7,000 or more	63,434,625	68.5	1,369,753,100	93.1	21,593	61,198,872	85.5	1,346,630,017	96.2
\$6,000 or more	67,702,022	73.1	1,397,460,217	95.0	20,641	64,180,923	89.7	1,366,023,935	97.6
\$5,000 or more	71,763,105	77.5	1,419,828,765	96.5	19,785	66,895,257	93.5	1,381,007,431	98.7
\$4,000 or more	75,642,057	81.7	1,437,236,452	97.7	19,000	69,389,796	96.9	1,392,225,328	99.5
\$3,000 or more	79,774,713	86.1	1,451,704,381	98.6	18,198	71,343,169	99.7	1,399,296,747	100.0
\$2,000 or more	84,283,287	91.0	1,462,886,040	99.4	17,357	71,470,113	99.9	1,399,616,842	100.0
\$1,000 or more	88,836,634	95.9	1,469,724,357	99.9	16,544	71,569,517	100.0	1,399,767,475	100.0
\$1 or more	92,090,287	99.4	1,471,603,237	100.0	15,980	71,571,490	100.0	1,399,769,254	100.0
All returns	92,616,213	100.0	1,463,666,582	100.0	15,804	71,577,417	100.0	1,399,393,725	100.0

Size and accumulated size of adjusted gross income	Taxable returns—Continued										
	Taxable income			Income tax after credits			Total income tax				
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Percent of—			Average income tax (Dollars)
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
<b>Cumulated From Largest Size of Adjusted Gross Income</b>											
\$1,000,000 or more	3,526	6,132,483	0.5	3,522	3,893,015	1.8	3,969,117	1.9	64.7	51.1	1,123,123
\$500,000 or more	13,535	11,401,506	1.0	13,513	6,850,210	3.2	6,998,899	3.3	61.4	48.6	515,763
\$200,000 or more	92,216	29,505,148	2.6	91,974	15,770,199	7.4	16,096,990	7.5	54.6	38.1	174,142
\$100,000 or more	444,843	67,522,569	6.0	443,698	31,088,509	14.6	31,651,020	14.8	46.9	33.9	71,001
\$75,000 or more	860,411	96,529,045	8.6	857,864	40,928,187	19.2	41,580,518	19.5	43.1	35.0	48,235
\$50,000 or more	2,317,067	166,705,086	14.8	2,308,520	60,549,681	28.5	61,325,436	28.7	36.8	29.9	26,441
\$40,000 or more	4,517,757	245,724,801	21.8	4,502,456	78,916,371	37.1	79,748,493	37.3	32.5	26.4	17,643
\$30,000 or more	10,947,165	423,946,456	37.7	10,920,767	114,388,126	53.8	115,274,288	53.9	27.2	22.1	10,526
\$25,000 or more	17,230,207	563,052,882	50.0	17,195,096	138,773,553	65.2	139,686,696	65.3	24.8	20.2	8,105
\$20,000 or more	26,181,770	724,298,085	64.4	26,142,975	164,439,377	77.3	165,366,776	77.4	22.8	18.5	6,315
\$15,000 or more	37,432,388	881,508,250	78.3	37,390,327	187,062,542	87.9	187,998,164	88.0	21.3	17.3	5,021
\$14,000 or more	39,959,237	910,648,111	80.9	39,917,037	190,914,622	89.7	191,851,909	89.8	21.1	17.0	4,800
\$13,000 or more	42,645,184	939,392,320	83.5	42,602,860	194,586,734	91.5	195,525,138	91.5	20.8	16.8	4,584
\$12,000 or more	45,498,346	967,407,399	86.0	45,455,521	198,020,100	93.1	198,959,414	93.1	20.6	16.6	4,372
\$11,000 or more	48,422,304	993,779,318	88.3	48,378,186	201,118,337	94.5	202,059,103	94.5	20.3	16.4	4,172
\$10,000 or more	51,498,056	1,019,036,848	90.6	51,453,257	203,942,746	95.9	204,886,642	95.9	20.1	16.2	3,978
\$9,000 or more	54,832,381	1,043,769,513	92.8	54,786,554	206,487,314	97.1	207,432,084	97.0	19.9	16.0	3,782
\$8,000 or more	58,084,174	1,065,394,940	94.7	58,057,963	208,513,569	98.0	209,460,142	98.0	19.7	15.8	3,606
\$7,000 or more	61,190,004	1,083,811,943	96.3	61,143,793	210,152,255	98.8	211,100,990	98.8	19.5	15.7	3,449
\$6,000 or more	64,171,896	1,099,234,877	97.7	64,125,781	211,435,293	99.3	212,384,361	99.4	19.3	15.5	3,309
\$5,000 or more	66,886,217	1,110,868,444	98.7	66,839,879	212,231,187	99.8	213,181,134	99.7	19.2	15.4	3,187
\$4,000 or more	69,379,964	1,119,299,570	99.5	69,333,595	212,621,926	99.9	213,573,663	99.9	19.1	15.3	3,078
\$3,000 or more	71,333,013	1,124,463,545	99.9	71,286,820	212,722,539	100.0	213,674,675	100.0	19.0	15.3	2,995
\$2,000 or more	71,459,514	1,124,837,546	100.0	71,412,992	212,738,112	100.0	213,690,530	100.0	19.0	15.3	2,990
\$1,000 or more	71,558,069	1,125,105,350	100.0	71,511,547	212,743,945	100.0	213,697,811	100.0	19.0	15.3	2,986
\$1 or more	71,558,069	1,125,105,350	100.0	71,513,265	212,749,443	100.0	213,704,116	100.0	19.0	15.3	2,986
All returns	71,558,069	1,125,105,348	100.0	71,513,473	212,749,638	100.0	213,754,094	100.0	19.0	15.3	2,986

<sup>1</sup>Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>2</sup>Less than 0.05 percent.

<sup>3</sup>Percent not computed.

<sup>4</sup>In the cumulated portions of this table, percents are based on positive income only.

NOTE: Detail may not add to total because of rounding.





Table 2.—All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income—Continued

(All figures are estimates based on samples—money amounts are in thousands of dollars)

Table with columns: Size of adjusted gross income, Income tax before credits, Total tax credits, Additional tax for tax preferences (Total, Minimum tax, Alternative minimum tax), Total income tax, and Self-employment tax. Rows include All returns, total; No adjusted gross income; and various income brackets from \$1 under \$1,000 to \$1,000,000 or more.

Table with columns: Size of adjusted gross income, Total tax liability, Taxpayments (Total, Income tax withheld), Advance earned income credit payments, Tax due at time of filing, and Overpayment (Total, Refund). Rows include All returns, total; No adjusted gross income; and various income brackets from \$1 under \$1,000 to \$1,000,000 or more.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data combined to avoid disclosure of information for specific taxpayers.

NOTE: Detail may not add to total because of rounding.



**Table 3.—All Returns, Returns With Zero Bracket Amount Only, and for Returns With-Itemized Deductions: Exemptions, Adjusted Gross Income, Itemized Deductions, Taxable Income, and Tax Items, by Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Returns with itemized deductions—Continued											
	Unused zero bracket amount		Exemptions		Taxable income		Income tax after credits		Additional tax for tax preferences		Total income tax	
	Number of returns	Amount	Number of exemptions	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
<b>All returns, total</b> .....	<b>343,736</b>	<b>456,613</b>	<b>84,887,818</b>	<b>84,665,973</b>	<b>26,223,041</b>	<b>611,220,692</b>	<b>25,384,555</b>	<b>137,527,273</b>	<b>144,120</b>	<b>855,988</b>	<b>25,423,098</b>	<b>138,383,261</b>
No adjusted gross income .....	—	—	—	—	—	—	—	—	—	—	—	—
\$1 under \$1,000 .....	*3,424	*7,013	30,900	30,596	*3,424	*4,901	—	—	*59	*269	*59	*269
\$1,000 under \$2,000 .....	62,992	129,592	122,312	122,185	62,987	160,991	57,705	2,832	*620	*1,024	58,325	3,856
\$2,000 under \$3,000 .....	67,077	123,786	164,678	163,085	71,638	213,643	60,178	8,649	*391	*60	60,569	8,709
\$3,000 under \$4,000 .....	40,244	46,978	179,604	178,939	83,198	192,639	41,795	6,625	*146	*392	41,941	7,017
\$4,000 under \$5,000 .....	25,018	30,521	188,151	185,495	87,029	230,328	38,790	9,284	*9	*153	38,799	9,437
\$5,000 under \$6,000 .....	18,786	23,014	326,590	324,320	151,201	451,622	86,406	17,425	*32	*238	86,438	17,664
\$6,000 under \$7,000 .....	12,836	17,288	445,563	443,487	194,669	696,134	109,884	32,011	*60	*308	109,944	32,319
\$7,000 under \$8,000 .....	13,313	13,699	615,809	612,466	265,360	1,076,803	167,343	59,852	*257	*2,162	167,600	62,014
\$8,000 under \$9,000 .....	*6,783	*8,001	693,605	685,927	274,030	1,319,381	195,511	89,334	370	1,258	195,881	90,591
\$9,000 under \$10,000 .....	13,687	13,096	896,079	891,045	339,714	1,890,488	264,155	144,652	1,231	644	265,247	145,296
\$10,000 under \$11,000 .....	*5,653	*5,128	1,040,314	1,033,558	406,338	2,667,815	358,310	245,762	1,324	955	359,289	246,717
\$11,000 under \$12,000 .....	*6,695	*7,616	1,232,436	1,227,861	451,473	3,202,222	406,965	307,471	2,056	1,330	408,296	308,802
\$12,000 under \$13,000 .....	*2,157	*1,754	1,466,078	1,460,140	523,746	4,150,762	493,567	431,776	399	893	493,929	432,666
\$13,000 under \$14,000 .....	*3,444	*431	1,545,460	1,537,987	561,605	5,072,430	534,517	569,223	*219	*1,117	534,736	570,340
\$14,000 under \$15,000 .....	*2,831	*894	1,771,931	1,766,448	622,365	6,171,473	607,270	728,556	843	899	608,045	729,456
\$15,000 under \$16,000 .....	*4,573	*3,522	1,938,069	1,931,304	688,892	7,364,705	672,106	913,599	*994	*872	672,862	914,472
\$16,000 under \$17,000 .....	*2,908	*190	2,067,298	2,057,592	715,524	8,334,311	698,200	1,082,722	817	2,392	698,536	1,085,113
\$17,000 under \$18,000 .....	6,386	4,079	2,288,104	2,276,748	753,592	9,434,719	732,091	1,262,898	1,288	1,239	733,223	1,264,137
\$18,000 under \$19,000 .....	*5,480	*3,443	2,646,277	2,639,574	850,048	11,300,585	840,087	1,555,779	*1,209	*1,202	840,862	1,556,981
\$19,000 under \$20,000 .....	*575	*104	2,746,003	2,739,460	886,685	12,571,027	878,554	1,775,500	713	1,471	879,216	1,776,972
\$20,000 under \$25,000 .....	11,712	5,218	15,386,868	15,351,528	4,666,198	78,790,462	4,636,284	12,027,219	8,156	11,940	4,640,013	12,039,159
\$25,000 under \$30,000 .....	12,842	3,676	14,485,426	14,462,941	4,248,948	89,834,322	4,226,192	15,302,593	8,430	15,857	4,230,286	15,318,450
\$30,000 under \$40,000 .....	8,334	3,004	18,018,980	17,985,009	5,177,982	139,744,631	5,160,852	27,406,584	17,604	36,986	5,167,312	27,443,570
\$40,000 under \$50,000 .....	2,717	2,668	6,816,350	6,800,072	1,955,905	69,041,503	1,947,987	15,934,512	17,925	36,423	1,952,583	15,970,935
\$50,000 under \$75,000 .....	2,503	1,316	4,754,614	4,744,469	1,352,502	64,331,394	1,344,818	17,980,575	27,968	99,962	1,350,988	18,080,537
\$75,000 under \$100,000 .....	*296	*231	1,450,650	1,447,184	396,953	27,482,018	395,307	9,363,967	16,988	95,003	397,301	9,458,930
\$100,000 under \$200,000 .....	402	262	1,251,994	1,249,429	340,323	36,458,509	339,222	14,743,426	23,234	217,395	340,787	14,960,821
\$200,000 under \$500,000 .....	*56	*77	272,489	272,016	77,265	17,718,743	77,038	8,735,500	8,424	174,977	77,443	8,910,477
\$500,000 under \$1,000,000 .....	*7	*6	33,684	33,628	9,940	5,225,432	9,913	2,928,955	1,660	72,507	9,958	3,001,462
\$1,000,000 or more .....	*5	*5	11,502	11,482	3,507	6,086,699	3,498	3,859,990	694	76,063	3,510	3,936,053
<b>Taxable returns, total</b> .....	<b>313,567</b>	<b>422,410</b>	<b>81,442,337</b>	<b>81,251,792</b>	<b>25,413,111</b>	<b>607,898,053</b>	<b>25,384,555</b>	<b>137,527,273</b>	<b>144,120</b>	<b>855,988</b>	<b>25,423,098</b>	<b>138,383,261</b>
<b>Total nontaxable returns</b> .....	<b>30,169</b>	<b>34,202</b>	<b>3,445,481</b>	<b>3,414,181</b>	<b>809,930</b>	<b>3,322,639</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

\* Estimate should be used with caution because of the small number of sample returns on which it is based.  
NOTE: Detail may not add to total because of rounding.

Table 4.—Returns With Residential Energy Expenditures: Expenditures by Type and Computation of the Energy Credit, by Size of Adjusted Gross Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Table with columns: Size of adjusted gross income, Number of returns, Total number of principal residences, Total expenditures, Expenditures for insulation, Expenditures for storm windows or doors, Expenditures for caulking. Rows include: All returns, total; No adjusted gross income; \$1 under \$1,000; \$1,000 under \$2,000; \$2,000 under \$3,000; \$3,000 under \$4,000; \$4,000 under \$5,000; \$5,000 under \$6,000; \$6,000 under \$7,000; \$7,000 under \$8,000; \$8,000 under \$9,000; \$9,000 under \$10,000; \$10,000 under \$11,000; \$11,000 under \$12,000; \$12,000 under \$13,000; \$13,000 under \$14,000; \$14,000 under \$15,000; \$15,000 under \$16,000; \$16,000 under \$17,000; \$17,000 under \$18,000; \$18,000 under \$19,000; \$19,000 under \$20,000; \$20,000 under \$25,000; \$25,000 under \$30,000; \$30,000 under \$40,000; \$40,000 under \$50,000; \$50,000 under \$75,000; \$75,000 under \$100,000; \$100,000 under \$200,000; \$200,000 under \$500,000; \$500,000 under \$1,000,000; \$1,000,000 or more; Taxable returns, total; Total nontaxable returns.

Returns with energy conservation expenditures—Continued

Table with columns: Size of adjusted gross income, Other current—year energy conservation expenditures, Maximum allowable energy conservation expenditures, Prior—year energy conservation expenditures, Maximum allowable current—year energy conservation expenditures, Energy conservation credit (before limitation). Rows include: All returns, total; No adjusted gross income; \$1 under \$1,000; \$1,000 under \$2,000; \$2,000 under \$3,000; \$3,000 under \$4,000; \$4,000 under \$5,000; \$5,000 under \$6,000; \$6,000 under \$7,000; \$7,000 under \$8,000; \$8,000 under \$9,000; \$9,000 under \$10,000; \$10,000 under \$11,000; \$11,000 under \$12,000; \$12,000 under \$13,000; \$13,000 under \$14,000; \$14,000 under \$15,000; \$15,000 under \$16,000; \$16,000 under \$17,000; \$17,000 under \$18,000; \$18,000 under \$19,000; \$19,000 under \$20,000; \$20,000 under \$25,000; \$25,000 under \$30,000; \$30,000 under \$40,000; \$40,000 under \$50,000; \$50,000 under \$75,000; \$75,000 under \$100,000; \$100,000 under \$200,000; \$200,000 under \$500,000; \$500,000 under \$1,000,000; \$1,000,000 or more; Taxable returns, total; Total nontaxable returns.

Footnotes at end of table.

**Table 4.—Returns With Residential Energy Expenditures: Expenditures by Type and Computation of the Energy Credit, by Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—none; amounts are in thousands of dollars]

Size of adjusted gross income	Returns with renewable energy source expenditures									
	Total expenditures		Expenditures for solar energy		Expenditures for geothermal energy		Expenditures for wind energy		Maximum allowable renewable energy source expenditures	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
All returns, total	75,759	184,818	61,245	165,544	5,626	10,286	10,313	8,987	75,759	166,473
No adjusted gross income	253	1,250	222	1,243	—	—	31	7	253	1,103
\$1 under \$1,000	—	—	—	—	—	—	—	—	—	—
\$1,000 under \$2,000	—	—	—	—	—	—	—	—	—	—
\$2,000 under \$3,000	33	115	33	115	—	—	—	—	33	115
\$3,000 under \$4,000	19	14	19	14	—	—	—	—	19	14
\$4,000 under \$5,000	586	370	586	370	—	—	—	—	586	370
\$5,000 under \$6,000	11	40	11	40	—	—	—	—	11	40
\$6,000 under \$7,000	614	519	614	519	—	—	—	—	614	519
\$7,000 under \$8,000	306	677	178	312	—	—	128	365	306	677
\$8,000 under \$9,000	2,301	1,372	2,301	1,372	—	—	—	—	2,301	1,372
\$9,000 under \$10,000	51	129	51	129	—	—	—	—	51	129
\$10,000 under \$11,000	553	1,109	553	1,109	—	—	—	—	553	1,109
\$11,000 under \$12,000	1,387	1,272	1,229	265	1,260	686	1,258	352	1,387	1,272
\$12,000 under \$13,000	1,398	1,342	1,313	647	—	—	551	29	1,398	1,342
\$13,000 under \$14,000	963	474	961	442	—	—	—	—	963	462
\$14,000 under \$15,000	4,901	2,580	2,985	2,002	—	—	1,916	577	4,901	2,580
\$15,000 under \$16,000	885	2,068	885	2,068	—	—	—	—	885	2,068
\$16,000 under \$17,000	313	3,005	313	3,005	—	—	—	—	313	2,593
\$17,000 under \$18,000	1,910	1,869	1,910	1,869	—	—	—	—	1,910	1,869
\$18,000 under \$19,000	3,548	5,053	2,682	3,656	—	—	866	1,397	3,548	5,053
\$19,000 under \$20,000	1,272	1,416	1,272	1,416	—	—	—	—	1,272	1,416
\$20,000 under \$25,000	10,137	17,353	6,698	12,501	1,520	2,195	1,919	2,656	10,137	17,353
\$25,000 under \$30,000	9,389	44,843	8,545	43,585	324	690	520	298	9,389	33,386
\$30,000 under \$40,000	16,799	43,693	13,648	38,784	1,304	3,963	2,012	946	16,799	42,497
\$40,000 under \$50,000	5,580	13,840	4,545	12,207	684	975	351	657	5,580	12,520
\$50,000 under \$75,000	8,044	23,947	7,319	22,017	327	1,294	400	637	8,044	22,516
\$75,000 under \$100,000	2,226	7,108	1,916	6,283	—	—	308	824	2,226	5,843
\$100,000 under \$200,000	1,881	7,540	1,640	6,907	194	425	47	209	1,881	6,502
\$200,000 under \$500,000	317	1,499	305	1,458	10	25	3	119	317	1,341
\$500,000 under \$1,000,000	60	379	57	337	3	42	—	—	60	295
\$1,000,000 or more	22	143	20	125	—	—	3	14	22	119
Taxable returns, total	70,258	171,512	56,930	154,194	4,599	8,703	10,154	8,616	70,258	153,781
Total nontaxable returns	5,501	13,305	4,315	11,351	1,027	1,583	159	372	5,501	12,692

Size of adjusted gross income	Returns with renewable energy source expenditures—Continued						Total current-year residential energy credit (before limitation)		Residential energy credit carryover from 1978	
	Prior-year renewable energy source expenditures		Maximum allowable current-year renewable energy source expenditures		Renewable energy source credit (before limitation)		Total current-year residential energy credit (before limitation)		Residential energy credit carryover from 1978	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
All returns, total	4,233	6,912	75,759	166,441	75,759	42,464	4,826,959	477,441	100,284	15,810
No adjusted gross income	—	—	253	1,103	253	266	7,899	1,627	2,357	336
\$1 under \$1,000	—	—	—	—	—	—	1,031	114	330	67
\$1,000 under \$2,000	—	—	—	—	—	—	1,693	55	52	4
\$2,000 under \$3,000	—	—	33	115	33	30	8,048	872	—	—
\$3,000 under \$4,000	—	—	19	14	19	4	10,517	975	130	12
\$4,000 under \$5,000	—	—	586	370	586	110	25,934	1,925	5,712	1,198
\$5,000 under \$6,000	—	—	11	40	11	10	51,383	5,769	5,010	319
\$6,000 under \$7,000	—	—	614	519	614	148	46,234	4,239	4,961	632
\$7,000 under \$8,000	128	459	306	650	306	151	47,253	4,179	3,318	340
\$8,000 under \$9,000	1,598	1,598	2,301	1,372	2,301	405	63,890	6,534	5,359	679
\$9,000 under \$10,000	—	—	51	129	51	36	82,708	8,926	2,818	456
\$10,000 under \$11,000	52	114	553	1,109	553	316	80,079	6,666	1,990	259
\$11,000 under \$12,000	—	—	1,387	1,272	1,387	376	87,740	8,003	6,040	740
\$12,000 under \$13,000	—	—	1,398	1,342	1,398	388	108,508	10,631	4,539	826
\$13,000 under \$14,000	—	—	963	462	963	137	113,808	9,548	1,339	159
\$14,000 under \$15,000	—	—	4,901	2,580	4,901	763	143,719	13,327	3,846	355
\$15,000 under \$16,000	—	—	885	2,068	885	521	126,069	11,835	1,345	127
\$16,000 under \$17,000	—	—	313	2,593	313	576	139,441	14,981	794	137
\$17,000 under \$18,000	—	—	1,910	1,869	1,910	543	167,488	14,071	7,470	1,772
\$18,000 under \$19,000	—	—	3,548	5,053	3,548	1,346	172,050	16,555	2,548	149
\$19,000 under \$20,000	—	—	1,272	1,416	1,272	422	145,187	13,591	146	9
\$20,000 under \$25,000	397	227	10,137	17,353	10,137	4,507	849,152	74,282	14,519	1,619
\$25,000 under \$30,000	—	—	9,389	33,386	9,389	8,127	783,762	76,014	10,654	1,775
\$30,000 under \$40,000	1,401	3,026	16,799	42,497	16,799	10,842	914,617	93,235	9,750	2,547
\$40,000 under \$50,000	424	781	5,580	12,520	5,580	3,338	315,662	34,287	1,843	435
\$50,000 under \$75,000	114	197	8,044	22,516	8,044	5,605	220,344	28,162	2,065	515
\$75,000 under \$100,000	22	100	2,226	5,839	2,226	1,480	57,333	8,263	905	176
\$100,000 under \$200,000	90	396	1,881	6,502	1,881	1,598	46,097	7,482	374	151
\$200,000 under \$500,000	—	—	317	1,340	317	322	8,243	1,535	56	14
\$500,000 under \$1,000,000	7	—	60	295	60	69	824	194	14	3
\$1,000,000 or more	—	—	22	119	22	28	246	66	—	—
Taxable returns, total	4,105	6,453	70,258	153,776	70,258	39,164	4,642,440	451,359	72,031	11,392
Total nontaxable returns	128	459	5,501	12,665	5,501	3,300	184,519	26,082	28,253	4,418

Footnotes at end of table.

**Table 4.—Returns With Residential Energy Expenditures: Expenditures by Type and Computation of the Energy Credit, by Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Total available residential energy credit		Income tax before residential energy credit		Credit carried over <sup>1</sup>		Credit used to offset income tax before credits	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
<b>All returns, total</b> .....	<b>4,900,152</b>	<b>493,251</b>	<b>4,766,786</b>	<b>22,302,616</b>	<b>192,976</b>	<b>23,339</b>	<b>4,766,786</b>	<b>469,912</b>
No adjusted gross income .....	9,421	1,963	—	—	9,421	1,963	—	—
\$1 under \$1,000 .....	*1,361	*181	—	—	*1,361	*181	—	—
\$1,000 under \$2,000 .....	*1,693	*57	—	—	*1,693	*57	—	—
\$2,000 under \$3,000 .....	8,049	874	—	—	8,049	874	—	—
\$3,000 under \$4,000 .....	10,560	986	—	—	10,560	986	—	—
\$4,000 under \$5,000 .....	30,910	3,123	22,703	2,473	20,026	2,139	22,703	984
\$5,000 under \$6,000 .....	56,393	6,089	34,035	6,435	31,641	3,265	34,035	2,824
\$6,000 under \$7,000 .....	50,329	4,870	43,807	11,219	14,756	1,340	43,807	3,530
\$7,000 under \$8,000 .....	48,911	4,518	42,606	13,738	14,831	1,099	42,606	3,420
\$8,000 under \$9,000 .....	68,880	7,214	61,618	28,504	12,648	1,157	61,618	6,057
\$9,000 under \$10,000 .....	85,526	9,381	80,541	38,759	10,594	943	80,541	8,438
\$10,000 under \$11,000 .....	80,359	6,925	75,462	55,446	8,643	705	75,462	6,220
\$11,000 under \$12,000 .....	93,241	8,744	87,716	72,072	6,966	993	87,716	7,751
\$12,000 under \$13,000 .....	111,225	11,456	109,304	102,308	3,926	1,012	109,304	10,444
\$13,000 under \$14,000 .....	114,575	9,707	112,139	133,111	2,898	351	112,139	9,356
\$14,000 under \$15,000 .....	145,715	13,682	143,295	192,322	3,422	499	143,295	13,183
\$15,000 under \$16,000 .....	127,186	11,962	122,289	175,783	5,573	1,130	122,289	10,832
\$16,000 under \$17,000 .....	140,235	15,118	137,832	218,206	2,966	852	137,832	14,265
\$17,000 under \$18,000 .....	171,935	15,843	168,988	289,349	2,968	413	168,988	15,430
\$18,000 under \$19,000 .....	172,516	16,204	168,821	330,330	3,944	579	168,821	15,625
\$19,000 under \$20,000 .....	145,195	13,599	144,153	288,993	*1,042	*118	144,153	13,481
\$20,000 under \$25,000 .....	861,020	75,901	854,836	2,270,602	6,216	1,050	854,836	74,851
\$25,000 under \$30,000 .....	792,215	77,790	788,405	2,909,902	4,279	581	788,405	77,209
\$30,000 under \$40,000 .....	920,235	95,782	917,663	4,949,589	2,594	234	917,663	95,548
\$40,000 under \$50,000 .....	317,055	34,722	316,434	2,577,406	634	128	316,434	34,594
\$50,000 under \$75,000 .....	221,621	28,678	220,621	2,922,194	1,012	593	220,621	28,085
\$75,000 under \$100,000 .....	58,110	8,439	57,962	1,358,281	*148	*25	57,962	8,415
\$100,000 under \$200,000 .....	46,313	7,633	46,231	1,967,238	122	44	46,231	7,589
\$200,000 under \$500,000 .....	8,287	1,548	8,248	912,324	*39	*26	8,248	1,522
\$500,000 under \$1,000,000 .....	835	197	832	238,245	**4	**2	833	195
\$1,000,000 or more .....	246	66	245	237,786	**	**	245	65
<b>Taxable returns, total</b> .....	<b>4,694,894</b>	<b>462,751</b>	<b>4,690,829</b>	<b>22,293,397</b>	<b>4,280</b>	<b>886</b>	<b>4,690,829</b>	<b>461,864</b>
<b>Total nontaxable returns</b> .....	<b>205,258</b>	<b>30,500</b>	<b>75,957</b>	<b>9,218</b>	<b>188,696</b>	<b>22,452</b>	<b>75,957</b>	<b>8,048</b>

<sup>1</sup> Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data combined to avoid disclosure of information for specific taxpayers.

\* Consists of amounts used to offset "minimum tax" for 1979 and amounts carried over to 1980.

NOTE: Detail may not add to total because of rounding.

**Table 5.—Selected Sources of Income and Tax Items, by State**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

State	Number of returns	Adjusted gross income less deficit	Salaries and wages		Interest received		Alimony received		State income tax refunds		Pensions and annuities in adjusted gross income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
			(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>United States, total</b>	<b>92,616,213</b>	<b>1,463,666,582</b>	<b>83,198,592</b>	<b>1,229,353,731</b>	<b>47,874,689</b>	<b>73,217,952</b>	<b>309,384</b>	<b>1,383,877</b>	<b>10,313,026</b>	<b>3,218,363</b>	<b>6,873,659</b>	<b>37,181,977</b>
Alabama	1,369,468	19,031,162	1,279,630	17,086,004	527,457	626,227	*2,962	*9,849	213,815	47,414	67,998	377,709
Alaska	187,778	3,840,988	176,768	3,470,695	192,439	118,169	*1,324	*2,077	39,580	19,629	10,126	81,109
Arizona	1,074,222	15,817,535	950,238	12,896,323	538,168	900,153	3,119	23,810	134,128	26,070	104,801	712,081
Arkansas	801,546	10,367,716	711,759	8,462,240	331,579	529,563	—	—	60,996	14,200	51,656	291,063
California	10,039,876	169,609,357	8,938,682	140,456,228	5,153,056	9,502,588	66,881	277,452	1,800,036	775,007	763,747	4,639,718
Colorado	1,263,236	20,231,236	1,138,114	16,904,447	674,884	949,683	10,768	31,578	289,525	94,914	99,848	649,564
Connecticut	1,326,551	24,541,184	1,181,622	19,756,573	896,034	1,526,603	9,484	52,611	29,371	33,116	140,778	780,744
Delaware	249,928	4,200,400	224,949	3,536,793	134,239	169,420	*627	*6,903	30,116	10,204	25,270	149,827
District of Columbia	316,939	5,159,083	285,686	4,021,704	111,890	233,796	735	4,470	29,429	15,791	33,556	364,116
Florida	3,928,969	57,108,904	3,357,576	44,408,684	1,899,257	4,142,106	13,204	35,785	41,556	15,328	475,638	3,216,656
Georgia	2,084,444	29,192,085	1,953,678	26,306,173	720,011	983,929	9,795	37,029	221,659	53,445	110,210	603,256
Hawaii	1,412,999	6,481,508	1,376,825	5,382,596	274,395	324,144	*173	*1,820	80,559	25,985	43,193	273,202
Idaho	354,388	4,920,399	311,870	4,013,431	184,213	318,399	*307	*394	45,997	11,489	24,986	118,876
Illinois	4,896,379	84,408,034	4,114,376	71,764,786	2,747,599	4,349,285	14,269	120,712	446,314	44,552	329,989	1,443,993
Indiana	2,224,808	35,131,059	2,023,440	30,381,332	1,148,942	1,311,292	*8,061	*22,434	131,195	11,929	147,890	566,712
Iowa	1,201,280	18,503,405	1,003,146	14,116,342	776,171	1,182,109	*2,172	*5,186	251,864	70,448	72,384	197,859
Kansas	994,711	15,779,003	800,322	12,636,736	534,297	801,409	*2,018	*2,018	139,322	24,815	68,256	271,591
Kentucky	1,309,532	18,702,377	1,174,449	16,242,292	544,804	683,731	*491	*884	216,246	51,934	328,663	674,715
Louisiana	1,525,276	23,225,051	1,395,215	19,874,582	610,963	842,916	*2,500	*32,535	67,885	7,913	83,697	528,168
Maine	459,189	5,821,841	403,613	4,710,897	239,563	353,603	*1,138	*2,752	33,668	7,529	38,503	218,619
Maryland	1,820,696	31,292,311	1,658,223	26,486,978	935,488	1,379,356	5,408	22,783	362,346	129,840	163,227	1,212,540
Massachusetts	2,510,363	38,796,845	2,237,792	32,421,150	1,584,067	2,006,296	*4,755	*20,538	290,763	54,061	204,697	1,105,618
Michigan	3,783,893	65,992,331	3,442,537	57,913,415	2,072,415	2,723,080	6,012	31,351	620,261	146,015	262,870	1,130,322
Minnesota	1,727,279	27,051,064	1,513,856	22,331,659	1,064,488	1,368,986	*6,463	*10,626	414,301	180,027	126,688	545,120
Mississippi	839,380	10,987,116	784,274	9,516,730	257,381	349,766	*1,876	*6,606	64,957	11,324	37,397	237,232
Missouri	1,969,072	29,989,370	1,732,326	24,542,221	1,062,347	1,884,195	*4,448	*13,664	199,243	30,966	163,981	653,888
Montana	331,220	4,482,427	283,290	3,401,012	132,796	332,796	*560	*538	46,356	11,584	23,128	102,340
Nebraska	663,217	9,768,751	557,721	7,404,928	389,629	671,491	*774	*1,400	71,433	14,567	27,212	89,132
Nevada	369,499	5,938,545	339,030	4,976,960	168,821	301,132	1,933	14,457	5,593	2,527	25,661	179,483
New Hampshire	419,601	6,109,559	378,972	5,095,972	252,440	301,870	*1,506	*6,690	12,523	2,541	31,102	188,110
New Jersey	3,147,110	55,113,917	2,864,782	47,393,714	1,900,087	2,641,293	14,261	82,948	443,627	100,640	255,849	1,265,558
New Mexico	510,677	6,898,971	458,964	5,873,212	218,986	292,408	*658	*2,205	50,217	12,423	30,676	202,457
New York	7,145,325	117,474,482	6,431,993	96,883,753	4,229,880	7,510,350	38,071	194,753	1,335,820	572,203	584,869	2,738,135
North Carolina	2,315,252	31,469,199	2,138,815	27,431,121	934,579	1,036,827	*6,794	*35,320	277,171	80,137	111,627	526,286
North Dakota	272,937	3,742,246	220,675	2,647,436	167,833	265,694	—	—	15,852	6,418	12,903	53,586
Ohio	4,510,828	72,424,374	4,096,537	62,989,613	2,445,655	3,182,902	*9,174	*37,791	273,441	27,137	330,868	1,591,359
Oklahoma	1,146,021	17,352,386	999,400	13,947,723	482,316	934,992	7,123	30,987	105,593	26,562	70,726	409,053
Oregon	1,101,281	17,070,561	951,097	13,599,042	617,919	1,041,911	*4,740	*21,100	234,375	75,180	88,654	452,635
Pennsylvania	4,814,896	74,633,300	4,317,943	63,363,757	2,701,586	3,461,132	*6,252	*32,017	41,623	10,161	426,790	2,028,020
Rhode Island	409,090	5,997,083	374,302	4,967,513	253,178	300,622	*3,323	*11,662	39,189	7,638	35,676	203,156
South Carolina	1,165,011	15,646,443	1,101,888	14,143,671	415,408	426,189	*6,882	*11,312	133,240	42,475	55,540	310,951
South Dakota	286,632	3,526,977	226,690	2,572,511	161,155	264,316	—	—	2,624	759	9,819	35,061
Tennessee	1,750,713	24,185,097	1,595,534	20,805,359	698,584	971,892	*5,953	*22,250	6,887	4,468	82,665	502,066
Texas	5,588,563	90,222,106	5,112,955	75,229,573	2,225,546	3,807,693	14,591	25,014	14,856	5,198	321,232	1,823,642
Utah	527,820	7,983,248	483,293	6,839,153	272,179	285,104	*2,582	*9,080	92,547	22,652	37,068	216,202
Vermont	196,086	2,594,589	173,584	2,108,889	108,434	133,788	*10	*92	17,735	5,293	12,671	46,807
Virginia	2,184,938	34,597,170	2,006,501	29,578,314	1,069,718	1,337,594	*6,406	*27,598	353,929	102,430	189,674	1,508,435
Washington	1,753,265	29,401,864	1,559,301	24,307,302	971,144	1,669,990	*3,746	*15,674	28,131	10,764	152,676	887,582
West Virginia	666,942	10,053,783	610,083	8,756,905	322,933	391,908	*689	*2,067	35,273	7,240	50,110	198,471
Wisconsin	1,968,846	30,571,324	1,750,199	25,836,035	1,267,895	1,586,946	*4,299	*13,521	401,855	152,920	145,396	541,514
Wyoming	204,479	3,494,319	184,002	2,870,516	105,878	163,086	*67	*719	4,086	947	8,252	33,671
APO/FPO	287,241	2,619,868	282,228	2,313,271	67,280	33,496	—	—	*2,063	*283	*7,270	*89,874
Puerto Rico	33,769	392,984	22,766	280,304	*4,438	*5,888	—	—	—	—	*10,291	*65,511
U. S. citizens abroad*	153,052	3,719,643	125,081	3,794,962	90,398	203,861	—	—	7,910	3,011	18,953	194,635

Footnotes at end of table.

**Table 5.—Selected Sources of Income and Tax Items, by State—Continued**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

State	Domestic and foreign dividends received				Rent				Royalty			
	Total		Dividends in adjusted gross income		Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>United States, total</b> .....	<b>13,938,742</b>	<b>34,624,385</b>	<b>9,857,710</b>	<b>33,078,347</b>	<b>3,684,580</b>	<b>11,922,103</b>	<b>3,483,574</b>	<b>9,779,981</b>	<b>636,341</b>	<b>3,212,192</b>	<b>38,891</b>	<b>193,863</b>
Alabama .....	99,981	224,554	63,652	213,935	37,318	75,845	26,170	66,168	4,793	35,512	*65	*62
Alaska .....	19,316	27,751	11,881	25,664	6,410	14,538	14,538	58,883	639	2,778	*22	*1,165
Arizona .....	164,027	501,078	124,400	482,811	31,966	117,241	44,671	143,010	6,022	14,639	545	7,049
Arkansas .....	63,326	158,043	45,315	151,400	42,675	135,759	19,644	44,544	12,586	44,821	*44	*659
California .....	1,574,985	3,749,665	1,082,892	3,571,510	373,129	1,638,590	590,817	2,673,687	74,358	279,853	1,454	16,177
Colorado .....	180,904	393,298	110,710	375,745	50,860	211,593	55,722	200,125	12,112	75,372	1,031	4,895
Connecticut .....	245,597	914,624	254,980	876,284	48,708	150,187	86,362	171,135	1,240	3,038	111	*655
Delaware .....	47,420	187,047	35,126	181,082	7,141	20,856	6,579	17,178	687	450	*16	*46
District of Columbia .....	40,872	211,765	35,259	207,584	6,273	31,259	11,221	50,134	1,500	8,332	27	193
Florida .....	656,007	2,350,674	508,649	2,271,778	109,444	373,705	131,640	408,178	20,737	111,313	316	1,888
Georgia .....	205,537	461,956	133,005	440,362	53,780	181,468	55,808	119,542	3,522	12,239	*2,043	*3,119
Hawaii .....	77,978	123,494	54,116	115,314	12,987	82,941	21,874	81,065	838	1,089	*6	*16
Idaho .....	43,083	81,800	27,932	77,218	18,334	66,656	14,712	42,894	1,453	1,610	*367	*1,171
Illinois .....	849,626	2,103,624	580,739	2,010,727	202,888	892,359	238,629	638,178	26,976	65,337	2,746	7,616
Indiana .....	301,725	582,410	190,879	552,626	91,381	344,068	58,822	110,073	11,133	15,426	601	2,993
Iowa .....	202,399	316,216	133,553	297,224	98,184	542,875	43,663	107,161	2,166	10,521	*39	*200
Kansas .....	142,518	274,422	98,053	260,671	78,057	278,781	37,267	85,446	26,754	124,151	2,770	8,193
Kentucky .....	136,055	330,343	94,582	316,325	59,033	149,483	42,381	11,660	11,660	38,140	*545	*940
Louisiana .....	157,242	357,816	113,664	338,132	75,228	300,085	41,180	144,891	43,518	225,217	446	6,043
Maine .....	71,122	178,098	48,423	170,643	17,685	27,580	13,601	21,562	853	2,454	*106	*654
Maryland .....	291,544	709,259	211,264	676,706	59,523	174,139	44,387	142,515	3,532	4,359	686	1,292
Massachusetts .....	456,076	1,275,958	324,157	1,226,756	111,061	165,771	118,575	194,880	5,444	8,589	*23	*263
Michigan .....	616,507	1,417,866	451,478	1,342,641	119,726	264,835	113,096	223,411	12,193	33,912	1,915	3,615
Minnesota .....	285,406	554,488	188,904	526,143	89,073	323,333	57,426	132,625	2,411	10,745	164	4,117
Mississippi .....	70,157	145,705	42,792	138,362	28,416	103,779	14,700	26,648	5,822	40,709	*59	*1,463
Missouri .....	300,752	770,480	200,380	738,774	92,440	282,276	54,233	145,535	4,516	33,464	831	2,393
Montana .....	47,844	86,018	34,229	81,097	32,154	129,225	17,242	37,943	4,828	16,930	262	180
Nebraska .....	85,291	218,435	57,385	209,627	45,585	252,403	18,991	52,021	5,500	37,867	1,069	1,820
Nevada .....	43,286	148,600	31,804	144,085	7,982	49,320	17,176	70,466	1,470	5,588	452	1,750
New Hampshire .....	67,583	173,763	49,819	166,297	10,216	15,322	15,637	26,978	271	1,275	*25	*167
New Jersey .....	625,363	1,414,098	470,572	1,341,478	105,245	218,058	136,110	326,868	4,518	3,636	1,724	10,269
New Mexico .....	56,480	129,175	36,157	122,384	19,565	81,878	19,774	47,987	7,774	39,195	620	3,749
New York .....	1,302,168	4,246,614	1,006,320	4,091,884	222,360	455,345	291,292	627,245	13,206	87,335	4,981	28,568
North Carolina .....	285,583	632,859	201,602	602,867	117,363	310,179	42,622	77,119	813	1,380	138	3,967
North Dakota .....	37,179	51,625	23,101	48,220	47,522	217,407	8,756	25,063	6,427	22,777	*79	*893
Ohio .....	738,795	1,568,587	505,265	1,488,264	140,706	385,464	159,670	381,531	21,368	49,433	1,720	10,408
Oklahoma .....	118,298	279,296	75,806	266,868	77,268	261,877	31,092	68,980	67,305	325,221	943	7,433
Oregon .....	145,310	329,140	102,840	312,716	55,144	225,212	56,999	149,898	4,452	16,005	*45	*200
Pennsylvania .....	786,976	1,857,603	573,925	1,770,292	142,170	281,099	130,433	279,184	16,146	56,975	172	3,175
Rhode Island .....	67,714	187,631	45,166	179,638	17,322	28,154	28,226	39,670	1,278	7,825	*5	*61
South Carolina .....	104,653	196,062	73,625	186,233	52,769	127,455	18,388	45,014	1,529	8,895	*52	*143
South Dakota .....	41,848	57,456	30,014	53,315	28,624	108,560	11,239	19,862	1,684	3,389	*46	*397
Tennessee .....	193,054	437,792	132,291	419,517	63,909	204,330	43,429	81,253	5,025	12,342	2,401	2,136
Texas .....	643,980	1,675,855	428,490	1,601,176	262,948	854,747	167,018	461,370	135,549	1,209,253	5,111	35,526
Utah .....	72,657	126,842	46,532	119,878	23,077	60,197	18,974	65,849	3,362	6,320	133	1,435
Vermont .....	35,538	83,663	27,095	79,930	7,471	14,827	9,175	13,506	487	3,323	—	—
Virginia .....	343,416	806,544	237,746	769,107	68,715	164,538	85,170	221,835	5,154	14,525	*245	*2,171
Washington .....	242,611	525,814	170,589	499,626	79,433	218,139	83,615	207,752	7,824	14,586	1,309	1,534
West Virginia .....	72,824	144,719	53,876	136,091	35,929	66,740	14,327	25,664	9,672	10,848	*148	*244
Wisconsin .....	301,186	585,495	209,023	552,355	87,904	192,503	65,662	184,967	6,211	7,398	—	—
Wyoming .....	27,908	81,798	20,448	78,768	12,618	40,032	8,938	24,912	3,928	32,384	231	848
APO/FP <sup>o</sup> .....	12,422	7,430	10,783	5,951	—	—	—	11,902	—	—	—	—
Puerto Rico .....	*1,643	*3,643	*1,576	*3,470	—	—	—	*1,365	—	—	+	+
U. S. citizens abroad <sup>a</sup> .....	36,970	165,390	34,846	160,797	4,861	22,452	12,634	51,323	3,085	13,405	+	+

Footnotes at end of table.

**Table 5.—Selected Sources of Income and Tax Items, by State—Continued**

(All figures are estimates based on samples—money amounts are in thousands of dollars)

State	Sales of capital assets				Sales of property other than capital assets				Business and profession			
	Net gain		Net loss		Net gain		Net loss		Net profit		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
<b>United States, total</b> .....	<b>6,543,431</b>	<b>29,624,449</b>	<b>1,994,552</b>	<b>2,814,425</b>	<b>776,676</b>	<b>2,353,118</b>	<b>396,810</b>	<b>1,444,463</b>	<b>6,251,433</b>	<b>64,744,773</b>	<b>2,273,189</b>	<b>8,915,899</b>
Alabama .....	61,509	265,899	11,452	20,992	9,643	27,001	7,730	37,313	80,504	728,764	33,565	135,792
Alaska .....	14,158	68,962	4,566	5,800	2,061	8,389	1,564	8,519	17,687	216,852	12,466	66,163
Arizona .....	102,764	518,375	32,053	44,317	6,024	27,867	6,160	25,879	77,156	762,814	33,507	199,773
Arkansas .....	60,242	247,369	6,196	13,065	12,578	39,915	6,161	13,958	70,365	588,233	18,084	86,014
California .....	639,649	5,259,955	258,640	388,799	64,017	308,490	33,736	243,101	756,867	9,160,786	353,524	1,509,243
Colorado .....	126,412	600,807	31,526	37,244	15,473	59,768	7,810	34,933	105,151	984,299	47,952	182,654
Connecticut .....	123,607	474,700	51,264	64,166	9,882	42,904	2,048	10,438	84,399	1,056,203	24,146	78,871
Delaware .....	10,929	35,127	9,313	839	839	2,567	†	†	12,534	128,608	5,068	18,844
District of Columbia .....	13,462	104,241	6,532	9,444	395	1,504	375	770	13,273	143,330	5,924	23,127
Florida .....	285,116	1,755,582	147,525	235,118	27,286	98,592	19,379	158,188	265,089	2,582,202	121,450	479,969
Georgia .....	83,174	372,432	31,523	46,916	11,949	53,524	5,801	17,505	127,281	1,156,322	42,580	195,692
Hawaii .....	38,505	149,453	11,573	16,557	2,712	10,845	1,751	6,328	31,252	270,741	12,596	33,053
Idaho .....	44,247	151,711	3,642	4,677	9,522	19,417	2,076	7,874	34,551	288,767	15,589	51,900
Illinois .....	283,110	1,431,110	108,739	136,875	32,474	96,237	20,826	80,740	282,152	3,144,818	106,408	439,827
Indiana .....	120,548	440,351	44,850	48,834	18,075	32,820	9,141	22,462	146,322	1,491,021	50,785	155,941
Iowa .....	175,124	426,856	26,401	28,583	41,846	90,204	23,500	21,865	108,861	936,472	28,696	94,633
Kansas .....	113,263	345,191	22,315	30,625	25,237	55,047	8,777	17,414	90,096	825,266	30,661	128,638
Kentucky .....	98,878	343,293	14,321	13,557	19,730	53,149	7,230	21,180	95,096	738,012	31,588	137,199
Louisiana .....	65,954	431,472	14,500	24,071	6,456	19,011	6,632	31,429	99,398	1,177,429	30,103	144,668
Maine .....	29,918	87,301	9,878	15,855	2,001	5,298	947	1,392	41,708	355,268	11,338	31,650
Maryland .....	105,442	478,420	41,748	55,073	7,263	46,182	2,278	5,129	102,212	1,065,871	40,881	143,119
Massachusetts .....	139,998	459,501	62,468	84,109	2,344	7,566	2,775	5,415	154,773	1,693,458	43,395	114,186
Michigan .....	247,180	698,514	83,448	100,079	23,567	61,216	9,604	35,333	208,886	2,210,286	71,520	244,143
Minnesota .....	196,020	672,212	34,941	51,700	32,863	79,867	11,819	22,745	135,765	1,100,070	46,915	136,498
Mississippi .....	33,979	154,557	7,575	10,898	4,109	14,982	2,656	13,873	58,406	532,092	17,334	65,509
Missouri .....	201,790	632,585	35,844	46,742	34,322	73,105	16,700	21,092	155,453	1,371,390	47,865	182,601
Montana .....	48,919	200,101	6,527	8,560	11,128	35,489	3,304	4,584	31,381	262,154	14,070	50,197
Nebraska .....	89,537	264,389	12,496	15,753	21,227	62,798	7,924	9,980	58,795	564,691	18,586	64,903
Nevada .....	31,762	252,558	5,549	8,290	2,773	15,036	1,581	15,151	21,799	286,353	13,904	64,445
New Hampshire .....	25,624	109,477	9,263	10,910	1,303	6,885	1,381	3,786	31,688	311,645	8,536	30,545
New Jersey .....	167,788	741,252	84,997	128,154	7,855	12,300	4,411	29,285	169,208	2,084,314	46,651	142,594
New Mexico .....	38,356	173,354	6,007	5,703	6,321	24,325	2,312	5,470	34,448	326,037	17,870	85,820
New York .....	415,591	1,981,594	195,433	297,560	25,842	70,571	11,848	77,139	404,348	4,289,787	119,487	405,248
North Carolina .....	115,826	508,849	32,165	52,475	7,579	29,274	8,341	18,697	156,772	1,280,840	36,073	113,800
North Dakota .....	39,454	121,584	3,647	4,803	15,289	38,608	2,144	3,268	21,969	186,465	9,062	33,675
Ohio .....	234,185	804,968	89,968	119,365	17,479	57,194	14,137	79,520	271,372	2,675,366	88,418	237,197
Oklahoma .....	85,171	445,683	15,431	26,647	17,399	46,399	7,322	14,930	108,601	1,085,036	42,268	229,712
Oregon .....	129,108	523,209	23,667	26,485	21,640	64,133	6,936	20,647	98,931	1,025,965	36,273	114,044
Pennsylvania .....	258,641	965,209	103,743	113,537	20,806	42,974	15,104	29,027	293,496	3,362,026	86,341	263,346
Rhode Island .....	26,789	101,524	9,150	12,027	926	1,542	492	1,279	23,236	250,256	5,399	13,951
South Carolina .....	39,260	179,782	14,310	19,477	5,735	11,316	1,946	19,505	63,120	511,412	29,562	81,800
South Dakota .....	51,967	161,454	5,069	6,072	13,216	33,945	11,014	16,708	26,856	224,484	9,347	36,346
Tennessee .....	98,558	381,307	24,787	27,761	13,583	36,141	7,461	12,197	120,561	1,221,754	38,801	182,585
Texas .....	377,524	2,500,668	92,873	158,683	65,675	249,182	35,759	126,040	447,312	4,901,182	167,887	964,998
Utah .....	45,774	220,551	10,037	11,111	4,471	9,940	2,480	8,513	44,736	397,774	18,333	68,866
Vermont .....	17,098	56,459	2,679	3,779	1,807	5,236	1,177	3,184	17,863	148,508	6,105	14,400
Virginia .....	146,000	555,913	53,210	72,314	9,637	29,266	6,396	12,031	127,031	1,183,830	47,237	149,459
Washington .....	191,505	842,146	36,123	62,900	18,062	47,109	11,900	39,943	130,839	1,621,622	57,374	221,494
West Virginia .....	35,426	119,620	4,491	8,662	4,967	8,086	3,364	42,599	42,060	202,060	11,091	50,120
Wisconsin .....	175,035	482,915	31,101	43,400	37,568	67,065	10,210	19,218	126,555	1,140,781	51,599	164,568
Wyoming .....	23,678	147,514	3,318	3,807	3,660	11,820	1,679	5,819	18,131	221,624	6,794	33,367
APO/FPO .....	6,889	12,342	2,313	6,494	—	—	—	—	609	1,766	673	909
Puerto Rico .....	2,846	56,428	119	231	—	—	—	—	9	639	—	—
U. S. citizens abroad .....	12,142	107,622	6,581	16,056	365	915	†	†	3,931	49,035	1,508	20,790

Footnotes at end of table.

**Table 5.—Selected Sources of Income and Tax Items, by State—Continued**

(All figures are estimates based on samples—money amounts are in thousands of dollars)

State	Farm				Partnership				Estate or trust			
	Net profit		Net loss		Net profit		Net loss		Net profit		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	
<b>United States, total</b> .....	<b>1,231,742</b>	<b>10,900,679</b>	<b>1,350,153</b>	<b>8,583,125</b>	<b>1,663,912</b>	<b>23,347,728</b>	<b>1,190,511</b>	<b>10,448,752</b>	<b>778,711</b>	<b>3,956,389</b>	<b>71,972</b>	<b>312,419</b>
Alabama .....	13,704	112,626	36,150	188,671	17,144	240,318	7,986	118,316	8,295	42,521	*141	*173
Alaska .....	73	161	876	7,339	4,491	53,385	7,942	58,168	710	5,431	*74	*605
Arizona .....	3,016	35,318	9,368	83,981	18,878	211,895	17,403	148,166	11,612	77,518	1,421	8,077
Arkansas .....	23,296	223,179	38,804	172,504	15,611	207,634	8,994	90,026	9,340	53,340	*126	*341
California .....	28,486	357,397	56,767	544,615	245,940	3,425,630	218,519	1,941,003	113,346	699,345	25,196	119,748
Colorado .....	16,758	145,773	19,909	206,089	26,100	331,848	26,157	171,348	7,405	30,069	442	3,211
Connecticut .....	*1,820	*28,927	1,348	34,264	33,981	464,658	15,577	173,358	22,517	84,619	*58	*598
Delaware .....	1,411	14,412	1,263	9,059	2,834	42,396	2,292	19,782	2,304	20,471	*68	*643
District of Columbia .....	120	909	375	1,585	5,826	193,064	3,668	52,490	3,893	30,129	54	128
Florida .....	15,742	147,611	17,657	177,305	67,975	855,113	52,483	552,004	42,205	240,725	3,112	9,978
Georgia .....	16,417	136,871	36,235	370,204	24,769	427,910	20,783	241,584	14,750	48,470	*46	*2,800
Hawaii .....	2,599	14,341	2,082	4,684	16,067	90,214	11,474	47,111	5,719	32,964	*52	*152
Idaho .....	11,008	138,987	15,386	133,457	9,274	95,624	5,334	60,835	2,273	10,299	86	635
Illinois .....	68,757	874,640	39,823	246,968	70,987	1,193,698	78,806	655,047	33,511	180,916	4,922	11,480
Indiana .....	46,133	390,106	46,665	324,937	29,281	461,053	17,566	120,628	18,876	46,855	*64	*457
Iowa .....	88,605	1,140,873	52,192	386,522	30,888	398,027	16,381	95,073	11,889	37,145	*1,093	*142
Kansas .....	59,311	594,158	35,126	202,597	30,034	426,120	15,804	118,666	11,094	38,733	*1,131	*990
Kentucky .....	63,431	217,031	51,767	247,143	28,257	316,207	9,390	48,984	7,452	24,829	1,257	8,136
Louisiana .....	14,440	105,342	15,741	111,453	21,954	354,428	16,482	111,568	7,824	25,649	*182	*6,657
Maine .....	1,186	4,670	4,208	34,777	6,714	76,555	2,157	16,451	9,780	9,780	*347	*657
Maryland .....	12,367	66,091	12,591	84,073	27,000	506,710	21,726	184,388	23,585	84,731	1,644	3,740
Massachusetts .....	*2,053	*5,806	2,348	6,710	40,780	501,361	17,104	146,909	41,745	142,570	1,790	4,086
Michigan .....	29,738	129,258	49,923	199,103	62,607	818,179	34,019	250,400	24,732	120,091	1,695	3,581
Minnesota .....	74,810	579,136	42,359	301,508	24,388	372,413	24,379	191,826	11,928	44,897	1,544	4,755
Mississippi .....	14,215	116,209	25,510	139,748	11,269	208,849	3,855	40,908	2,958	19,040	*562	*2,886
Missouri .....	73,895	527,955	83,221	341,767	46,126	460,542	27,281	199,975	10,677	58,915	3,547	9,737
Montana .....	13,368	137,249	13,002	99,432	12,291	130,191	7,438	57,974	3,077	12,825	111	1,279
Nebraska .....	48,673	640,239	30,934	239,605	13,786	197,327	8,230	90,087	6,466	22,736	*145	*929
Nevada .....	676	4,201	3,321	38,946	6,982	77,335	5,329	80,767	1,380	11,588	941	2,319
New Hampshire .....	*795	*9,801	534	3,435	4,726	64,639	3,809	22,585	3,233	12,526	*28	*487
New Jersey .....	2,084	22,715	6,516	33,990	39,888	715,782	37,923	360,374	14,724	75,734	354	6,244
New Mexico .....	7,439	65,663	11,275	84,095	11,300	79,113	6,119	36,583	2,875	17,726	*50	*18
New York .....	17,733	185,928	28,019	111,458	116,673	2,194,272	68,530	1,001,650	51,713	334,596	2,835	7,508
North Carolina .....	43,545	199,270	60,898	34,525	454,050	21,993	106,016	16,303	27,754	1,304	1,304	22,622
North Dakota .....	32,564	326,492	13,189	140,675	9,848	102,479	3,883	26,325	3,446	13,862	†	†
Ohio .....	34,933	296,555	44,348	260,780	62,765	776,554	45,472	296,330	29,602	134,503	1,929	19,485
Oklahoma .....	27,724	264,111	53,068	347,333	21,778	300,450	15,696	143,389	9,607	66,963	877	3,203
Oregon .....	13,640	87,380	26,024	134,446	30,298	417,900	19,244	167,960	7,953	17,653	*1,023	*13,285
Pennsylvania .....	20,588	131,230	36,110	225,874	62,709	995,433	44,902	315,205	46,562	180,599	319	695
Rhode Island .....	*78	*358	*79	*900	5,863	68,754	2,601	28,531	2,963	11,933	*131	*138
South Carolina .....	6,455	42,845	14,799	51,119	9,847	159,829	11,592	71,017	4,891	17,552	*321	*716
South Dakota .....	32,342	309,500	17,483	148,899	10,331	110,559	4,793	27,684	2,043	5,616	*40	*37
Tennessee .....	45,306	191,000	57,653	201,288	23,661	406,190	16,665	211,050	11,613	57,797	*811	*1,846
Texas .....	96,795	894,827	153,421	1,108,127	120,651	1,717,403	71,493	728,971	53,433	460,214	2,770	12,768
Utah .....	7,138	36,054	7,862	42,445	16,557	164,853	15,197	114,757	4,076	16,469	788	832
Vermont .....	2,913	25,358	2,110	11,592	3,731	37,980	1,763	11,834	1,788	12,722	†	†
Virginia .....	19,418	92,790	35,625	134,974	28,490	422,679	33,999	226,884	14,429	70,514	*2,386	*5,352
Washington .....	8,892	152,004	19,679	192,064	47,422	428,201	28,948	222,654	12,068	60,581	2,850	1,985
West Virginia .....	2,662	14,859	6,540	20,778	11,470	129,731	4,860	28,621	2,190	5,969	*122	*2,073
Wisconsin .....	56,847	620,115	34,544	154,459	32,677	361,109	20,548	142,319	14,736	52,677	*1,118	*3,957
Wyoming .....	5,433	41,904	5,922	72,759	5,881	82,495	2,795	49,924	1,174	35,813	52	143
APC/FPO .....	—	—	—	—	—	—	*639	*310	*1,077	—	—	—
Puerto Rico .....	—	—	—	—	*5	*80	—	—	—	—	—	—
U. S. citizens abroad .....	*310	*465	*124	*1,694	862	18,507	2,488	23,937	2,234	8,337	†	†

Footnotes at end of table.

Table 5.—Selected Sources of Income and Tax Items, by State—Continued

(All figures are estimates based on samples—money amounts are in thousands of dollars)

State	Small Business Corporation				Unemployment compensation				Total income tax		Total tax liability	
	Net profit		Net loss		Total		In adjusted gross income		Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount				
(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	
United States, total	401,720	4,936,146	262,901	2,620,724	6,323,186	7,141,543	1,223,238	998,127	71,577,417	213,754,098	73,012,805	219,244,082
Alabama	2,309	35,753	2,550	15,755	117,032	89,687	13,630	6,467	970,630	2,447,297	991,934	2,508,781
Alaska	249	4,880	457	4,377	31,779	38,523	10,080	11,522	152,685	643,556	155,265	658,445
Arizona	4,822	51,859	1,569	21,504	41,183	39,612	4,957	3,457	788,085	2,154,077	804,831	2,212,179
Arkansas	3,642	54,961	2,872	18,630	61,410	105,290	10,120	5,613	552,880	1,311,508	577,004	1,375,265
California	25,402	303,815	16,007	178,244	601,734	718,346	130,036	122,691	7,833,749	24,793,190	7,982,015	25,411,809
Colorado	7,725	107,175	7,135	53,299	50,171	45,477	12,305	11,515	971,997	2,918,110	999,115	3,000,366
Connecticut	13,983	115,061	6,510	42,132	97,789	77,113	19,501	8,270	1,119,494	4,055,986	1,127,140	4,137,598
Delaware	1,398	6,409	683	1,348	20,020	21,660	5,048	4,291	199,226	635,726	201,466	645,925
District of Columbia	496	8,509	1,248	23,297	9,367	13,781	1,118	979	253,727	845,445	255,878	857,038
Florida	25,792	461,445	21,623	189,151	145,606	164,059	17,776	14,606	2,948,208	8,513,234	3,000,347	8,700,535
Georgia	5,647	53,690	5,565	33,693	147,467	107,993	22,116	15,960	1,532,115	3,771,155	1,555,710	3,871,909
Hawaii	2,742	27,611	755	5,471	27,380	30,679	7,302	7,468	324,164	899,208	327,395	917,999
Idaho	1,954	36,220	1,911	17,836	29,820	29,875	3,414	252,968	606,235	1,023,318	261,411	640,330
Illinois	24,302	322,152	12,037	156,690	291,484	429,486	78,821	93,935	3,916,680	13,491,201	3,974,714	13,775,661
Indiana	23,416	346,027	9,893	130,400	134,813	133,907	33,885	24,488	1,720,052	5,276,110	1,752,095	5,406,905
Iowa	8,090	108,154	2,606	33,843	61,440	58,798	14,042	8,991	900,156	2,560,431	953,611	2,721,033
Kansas	3,267	54,817	3,914	44,022	52,303	50,357	10,621	7,109	777,013	2,275,480	803,516	2,387,632
Kentucky	3,916	74,741	3,326	62,782	122,322	116,542	20,864	10,864	984,329	2,516,381	1,021,686	2,591,055
Louisiana	7,257	99,425	3,542	51,013	80,909	105,495	11,573	14,692	1,129,888	3,451,333	1,144,317	3,535,199
Maine	1,279	15,073	2,450	19,550	38,471	36,084	3,772	2,517	366,853	702,025	376,686	730,112
Maryland	5,782	74,709	7,163	47,064	90,458	87,617	21,954	15,251	1,441,898	4,683,328	1,457,949	4,766,750
Massachusetts	4,335	44,567	7,578	41,926	158,330	181,711	21,205	19,267	1,975,856	5,596,439	2,009,065	5,722,037
Michigan	10,298	103,929	9,397	63,358	441,495	465,202	129,504	89,654	3,022,013	10,023,318	3,055,827	10,199,318
Minnesota	13,725	162,808	3,605	41,092	103,972	141,480	21,033	16,227	1,309,898	3,720,292	1,360,931	3,856,626
Mississippi	4,484	60,324	898	48,143	48,143	34,343	2,437	2,656	595,871	1,332,291	608,862	1,376,393
Missouri	15,226	146,066	8,023	100,926	164,606	135,212	25,813	17,676	1,523,347	4,348,653	1,570,112	4,496,185
Montana	4,247	39,035	2,405	23,687	25,313	25,277	3,813	3,290	227,752	584,719	240,468	623,294
Nebraska	4,876	41,254	3,182	23,363	42,976	23,499	19,918	2,626	489,219	1,316,991	516,130	1,405,529
Nevada	1,599	37,752	1,041	31,372	22,301	24,468	4,247	2,786	292,233	951,004	298,577	971,119
New Hampshire	387	5,405	558	3,150	38,918	29,717	4,101	880,970	328,325	854,035	333,082	880,970
New Jersey	17,613	154,859	11,911	59,462	289,471	411,582	66,938	77,981	2,540,251	8,699,618	2,574,303	8,842,214
New Mexico	2,325	24,789	1,729	12,257	19,339	21,473	1,044	653	354,267	900,863	362,667	928,183
New York	48,340	341,930	22,742	218,308	552,754	714,861	111,169	104,092	5,674,931	17,087,567	5,767,881	17,410,767
North Carolina	8,481	56,915	6,780	61,875	106,609	59,637	13,426	4,751	1,715,373	3,984,550	1,763,185	4,105,006
North Dakota	2,547	30,640	883	6,499	13,241	14,158	1,158	1,169	195,367	472,688	211,814	517,094
Ohio	11,989	165,638	8,272	64,407	388,879	503,069	93,008	67,699	3,651,818	10,859,609	3,695,706	11,068,660
Oklahoma	8,111	127,752	3,641	47,180	46,254	49,047	3,126	1,313	875,460	2,453,840	900,452	2,549,127
Oregon	5,609	89,142	3,991	38,823	103,900	87,326	16,872	11,935	844,484	2,373,411	858,617	2,465,586
Pennsylvania	10,785	80,347	11,493	116,546	565,727	711,700	87,387	63,585	3,752,291	10,991,118	3,803,059	11,241,688
Rhode Island	662	17,062	528	3,706	36,224	36,853	5,155	6,499	318,901	830,041	322,094	847,650
South Carolina	2,891	45,768	3,370	34,076	60,589	51,033	8,466	6,689	871,824	1,904,457	884,149	1,947,770
South Dakota	1,907	27,077	1,103	8,929	14,443	9,711	756	500	192,029	429,112	214,857	474,583
Tennessee	6,190	71,025	1,170	22,806	166,890	147,886	18,272	10,296	1,253,321	3,297,483	1,291,473	3,402,380
Texas	16,056	313,881	13,558	212,750	157,222	203,918	27,511	18,347	4,274,077	14,461,207	4,371,345	14,852,903
Utah	2,734	39,020	2,549	27,476	31,480	36,325	5,511	5,021	399,804	966,241	410,123	999,242
Vermont	1,393	8,828	887	6,528	20,435	13,634	1,018	455	142,396	324,759	149,734	337,936
Virginia	6,067	85,264	7,866	52,501	80,208	106,188	13,058	16,384	1,700,332	4,954,441	1,721,564	5,053,215
Washington	6,359	118,858	4,512	60,802	144,229	155,299	29,546	22,546	1,414,071	4,589,646	1,429,524	4,717,204
West Virginia	1,599	25,024	980	7,300	78,692	85,057	15,659	7,380	506,847	1,431,627	516,068	1,469,667
Wisconsin	4,709	78,353	3,016	48,839	161,220	142,533	30,991	18,441	1,504,255	4,150,754	1,540,341	4,293,981
Wyoming	2,671	29,575	1,148	15,123	7,384	6,343	2,471	1,921	162,226	555,329	168,201	573,989
APO/FPO <sup>1</sup>	—	—	—	—	1,331	299	1,331	236	237,472	237,339	237,472	237,627
Puerto Rico	—	—	5	39	7,359	15,871	—	—	7,708	29,370	7,708	29,387
U. S. citizens abroad <sup>2</sup>	*33	*774	*264	*864	*11	*33	—	—	86,601	490,267	93,319	496,207

<sup>1</sup> Estimate should be used with caution because of the small number of sample returns on which it is based.<sup>2</sup> Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in the appropriate totals.<sup>3</sup> Returns filed from Army Post Office and Fleet Post Office addresses.<sup>4</sup> Returns filed by U.S. citizens living in U.S. possessions or abroad.

NOTE: Detail may not add to total because of rounding.

DATA SOURCES AND LIMITATIONS

These statistics were based on a sample of unaudited individual income tax returns, Forms 1040 and 1040A. The sample was stratified based on the presence or absence of a Schedule C, State from which filed, adjusted gross income or largest source of income, and business plus farm receipts. The 1979 returns were selected at rates ranging from 0.05 percent to 100 percent. There were 187,262 returns in the 1979 sample estimating a total population of 92,616,213. The corresponding counts for 1978 were 157,792 and 89,771,551.

Because the estimates are based on a sample, they are subject to sampling error. The return data are also subject to nonsampling error due to taxpayer reporting variations and to discrepancies introduced during statistical processing.

Coefficient of Variation

The upper limits of the coefficient of variation shown in Figure C for 1979 (for frequency estimates only) are intended as a general indication of the reliability of the data.

Additional measures of the coefficient of variation for the various data items will be presented separately in the forthcoming Statistics of Income report for 1979 which will contain tabulations for that year. The computed coefficients of variation of estimates already published in the 1978 Statistics of Income report can be used to approximate the reliability of similar 1979 estimates.

Nonsampling Error

Nonsampling error was controlled during statistical processing by a variety of methods. Among them was a systematic verification at field processing locations of the manual data editing. As a further check on the quality of the editing, small subsamples selected after field verification were reprocessed in the National Office. Key entry of the data at the processing locations was subjected to 100 percent verification.

Prior to tabulation, numerous computer tests were applied to each return record to check on inconsistencies. Lastly, prior to publication all statistics and tables were reviewed for accuracy and reason-

ableness in light of provisions of the tax laws, taxpayer reporting variations and limitations, economic conditions, and comparability with other statistical series.

Definitions and Law Changes

In general, the definitions of the terms used here are the same as those shown in the complete report, Statistics of Income--1978, Individual Income Tax Returns. However, the statistics shown for 1979 were affected by tax law changes provided for by the Revenue Act of 1978. Those changes having the most substantial effect on the data are outlined below. Specifically, the Revenue Act of 1978:

- (1) Widened the income brackets in the tax rate schedules and reduced tax rates in certain brackets;
- (2) Increased the personal exemption amount from \$750 to \$1,000, and allowed the general tax credit to expire at the end of 1978;
- (3) Increased the zero bracket amount from \$3,200 to \$3,400 for joint returns (and returns of surviving spouses), from \$1,600 to \$1,700 for married persons filing separately, and from \$2,200 to \$2,300 for single returns and returns of heads of households;
- (4) As a result of (2) and (3), raised the income filing requirements for joint returns by \$700, for returns of surviving spouses by \$450, and for all other returns by \$350 (and by an additional \$250 for taxpayers age 65 or over);
- (5) Made extensive revisions to the earned income credit, which included increasing both the maximum amount of the credit from \$400 to \$500 and the maximum amount of earned income subject to the credit from \$8,000 to \$10,000, and providing for an advance payment of the credit throughout the year;
- (6) Repealed the nonbusiness itemized deduction for State and local gasoline taxes;
- (7) Made all or a portion of unemployment compensation received subject to taxation;
- (8) Repealed the alternative tax on capital gains;
- (9) Provided for an alternative minimum tax, based on an individual's taxable income, excess itemized deductions, and excluded capital gains; and
- (10) Repealed the nonbusiness itemized deduction for political contributions, but increased the corresponding credit allowed from \$25 to \$50 (from \$50 to \$100 on joint returns).

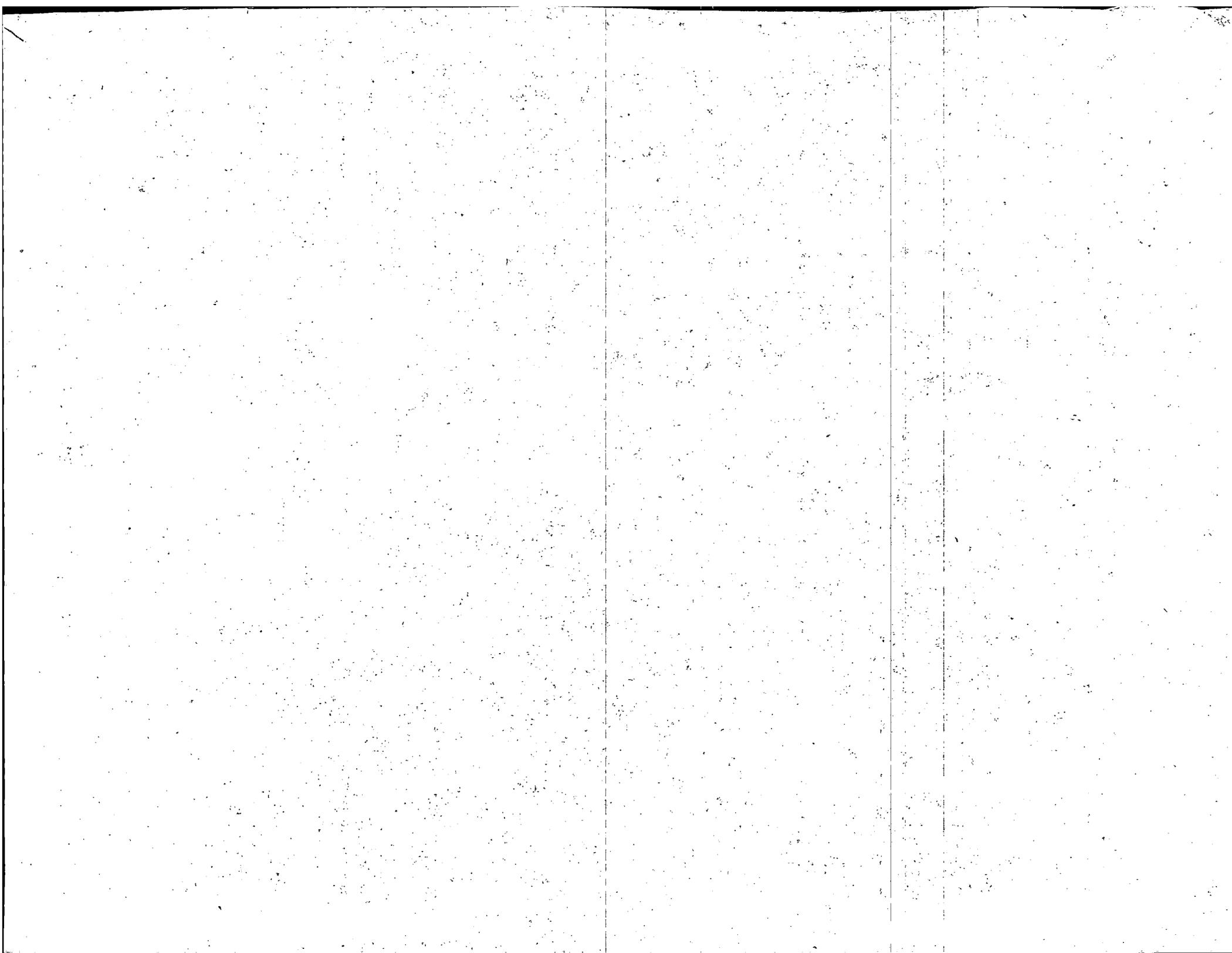
Figure C.--Estimated Number of Returns for Selected Estimates of the Coefficient of Variation by Size of Adjusted Gross Income/Deficit, 1979

[Cells are estimated number of returns]

Coefficient of variation (C.V.) (Percent)	Size of adjusted gross income/deficit								
	Under \$10,000 <sup>1</sup>	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 under \$500,000	\$500,000 and over
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
2.....	5,277,300	3,810,400	3,304,200	2,881,600	1,718,000	448,600	98,400	23,800	700
5.....	844,400	609,700	528,700	461,000	274,900	71,800	15,700	3,800	100
10.....	211,100	152,400	132,200	115,300	68,700	17,900	3,900	1,000	30
20.....	52,800	38,100	33,000	28,800	17,200	4,500	1,000	200	7
30.....	23,500	16,900	14,700	12,800	7,600	2,000	400	100	3
35.....	17,200	12,400	10,800	9,400	5,600	1,500	300	80	2
50 <sup>2</sup> .....	8,400	6,100	5,300	4,600	2,700	700	200	40	1

<sup>1</sup>This column should be used for estimated numbers of returns not classified by adjusted gross income/deficit.

<sup>2</sup>Estimates with C.V.'s of 50 percent have standard deviations which are about one-half as large as the estimates themselves.



# Sole Proprietorship Returns

## Income Statement and Industry Statistics for 1978

By Ray Wolfe \*

Initial detailed income statistics from individual income tax returns for 1978 show that sole proprietorship businesses increased in number to approximately 12 million compared to 1977. Business receipts grew to \$443 billion and net income (less deficit) totaled \$59 billion. Compared with 1977, this was a 6 percent increase in the number of businesses, a 13 percent rise in business receipts, and a 15 percent growth in overall profit.

Total proprietorship activity in terms of number of businesses and receipts for 1974-78 is highlighted below.

Income year	Proprietorships (thousands)	Receipts (millions)
1978 .....	12,018	\$443,355
1977 .....	11,345	393,872
1976 .....	11,358	374,960
1975 .....	10,882	339,221
1974 .....	10,874	328,262

Farm businesses comprised 25 percent of all sole proprietorships in 1978. While there was an annual increase in the number of nonfarm businesses during the five-year period 1974-78, the number of farms remained relatively stable, as indicated.

Income year	Farm proprietorships (thousands)	Nonfarm proprietorships (thousands)
1978 .....	3,109	8,908
1977 .....	2,932	8,414
1976 .....	3,218	8,140
1975 .....	3,122	7,760
1974 .....	3,178	7,696

### Industrial Activity

Increases from 1977 in the number of sole proprietorships occurred for each of the eight industrial divisions. These increases ranged widely, from 3 percent for wholesale and retail trade to 16 percent for mining. Percentage increases in the number of proprietorships in each division are indicated below.

Industrial division	Proprietorships (thousands)	Change from 1977
Agriculture, forestry, fishing..	3,387	6.6%
Mining .....	82	15.8
Construction .....	1,069	7.5
Manufacturing .....	241	7.5
Transportation and utilities .....	413	7.2
Wholesale and retail trade .....	2,334	3.0
Finance, insurance, and real estate ...	984	9.9
Services .....	3,473	5.1

**Business Receipts.**--Wholesale and retail trade, the industrial division which had the largest amount of business receipts, accounted for \$179 billion or 40 percent of receipts for all sole proprietorships (see Figure A). Within this division, receipts for retail trade industries totaled \$136 billion or 76 percent of the total. Below are receipt figures for total retailers and for the three major industries which contributed to this large percentage.

Major industry	Receipts (millions)	Proportion of Receipts
Retail trade, total .....	\$135,627	100.0%
Automotive dealers and service stations ....	45,401	33.4
Food stores .....	26,890	19.8
Eating and drinking places .....	15,947	11.7
Other retail trade .....	47,589	35.1

Among sole proprietorship automotive retailers, gasoline service stations was the industry with the largest single amount of receipts. The growth of business receipts for service stations was in sharp contrast to the steady drop in their number over the decade ending with 1978. For 1969, there were 212,329 such businesses and their receipts amounted to \$19 billion. Data for the more recent years are presented below.

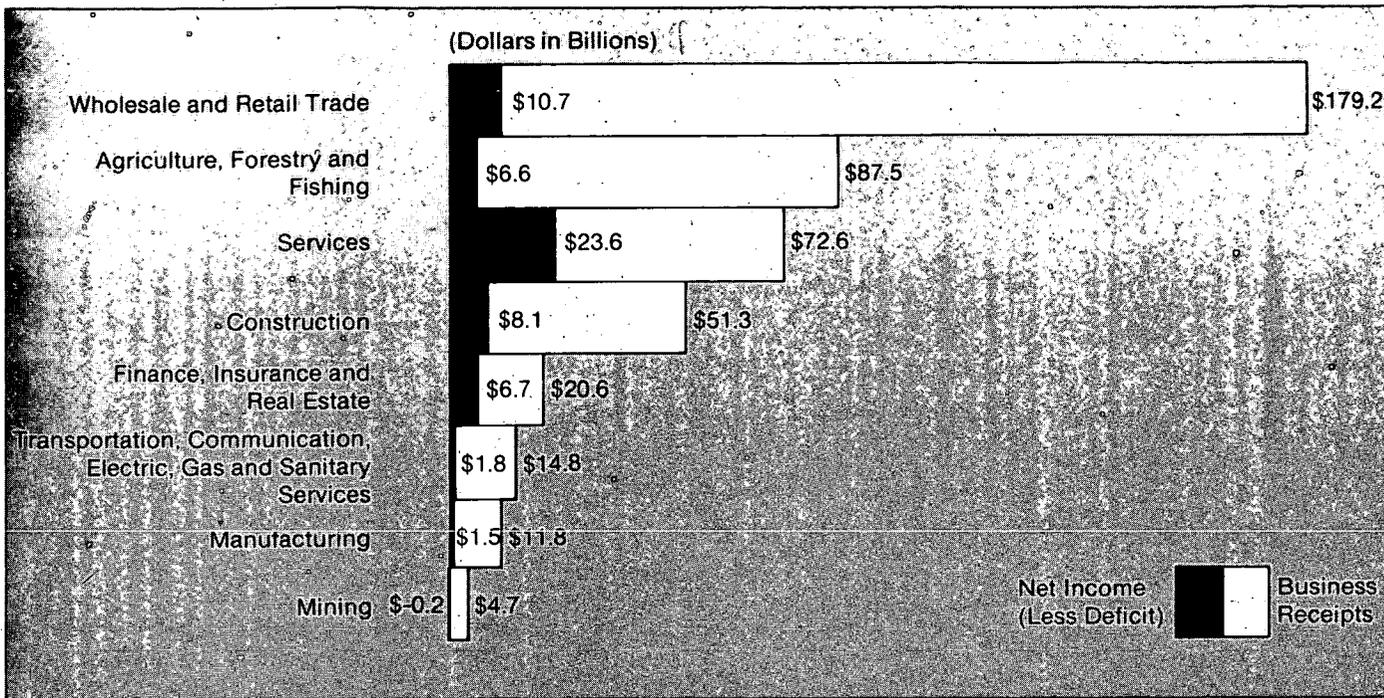
Income year	Proprietorships	Receipts (millions)
1978 .....	129,977	\$30,129
1977 .....	134,977	27,018
1976 .....	150,710	27,450
1975 .....	161,559	26,130
1974 .....	163,755	25,559

The industrial division which had the second largest amount of business receipts was agriculture, forestry, and fishing. Receipts amounted to \$88 billion or 20 percent of all proprietorship receipts. Virtually all of this, about \$82 billion, was attributable to farm businesses. In fact, farm receipts accounted for 18 percent of all proprietorship receipts.

Farming industries showing the most receipts were field crop farms and beef cattle farms. Shown below is the proportion of farm receipts accounted for by these industries.

Minor industry	Receipts (millions)	Proportion of receipts
Farms, total .....	\$81,724	100.0%
Field crop .....	35,366	43.3
Beef cattle, except feedlots ..	17,772	21.7
All other farming..	28,586	35.0

**Figure A**  
**Sole Proprietorship Businesses: Business Receipts and Net Income**  
**(Less Deficit) by Industrial Division, 1978**



The third and fourth divisions with the largest receipts were services and construction, respectively. Together, they accounted for \$124 billion in business receipts. The medical and health service industries, with \$21 billion, accounted for about 30 percent of the receipts reported for services; self-employed special trade contractors accounted for \$27 billion, more than half of the receipts for the entire construction industry.

**Overall Profits.**--There was a \$7.6 billion increase in sole proprietorship profits over 1977. Over two-thirds of all businesses reported a net income--

	Proprietorships (thousands)	Net amount (millions)
Net income (less deficit) ...	12,018	\$59,027
Net income .....	8,255	75,329
Deficit .....	3,763	16,302

The four top-ranking divisions in terms of overall profits were services; wholesale and retail trade; construction; and, finance, insurance and real estate. In the latter division, real estate accounted for more than half of the profits (\$4.1 billion), while insurance agents and brokers (\$2.4 billion) made up most of the remainder. The overall net income for the four leading industrial divisions and the rates of return on business receipts for them are shown below.

Industrial division	Net income (less deficit) (millions)	Ratio to business receipts
Services .....	\$23,598	5.3%
Wholesale and retail trade ....	10,745	2.4
Construction .....	8,104	1.8
Finance, insurance and real estate..	6,655	1.5

Mining was the only industrial division which did not share in this overall profit. Mining industries, dominated by oil and gas extractors, reported a \$974 million deficit which more than offset the \$784 million in income reported for the division. A contributing factor was the amount deducted for intangible drilling costs.

**Basic Table Information**

Table 1 shows complete income statement data for all businesses and for businesses with net income. These data are classified by the eight major industrial divisions as well as by selected industries within those divisions.

Information on the sample used for the statistics, on sampling and nonsampling error, and on law changes may be found immediately following Table 1.

Additional detailed statistics for sole proprietorships and their owners, as well as complete definitions of terms and a comprehensive description of data limitations, will be available in Statistics of Income--1978, Sole Proprietorship Returns.







SOLE PROPRIETORSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Main data table with columns for Item, Total, (43), (44), (45), (46), (47), (48), (49), (50), (51), (52), (53), (54), (55), (56), (57). The table is split into Wholesale trade and Retail trade sections.

Footnotes at end of table.



SOLE PROPRIETORSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Table with columns: Item, Wholesale and retail trade—Continued (Retail trade—Continued: Liquor stores, Used merchandise stores, Sporting goods and bicycle shops, Gift, novelty, and souvenir shops, Direct selling organizations, Other retail trade, Wholesale and retail trade not allocable), Finance, insurance, and real estate (Finance: Total, Security, commodity brokers, and services, Other finance; Insurance agents, brokers, and service; Real estate: Total, Operators and lessors of buildings). Rows include Business receipts, total; Income from sales and operations; Business deductions, total; Depreciation; Taxes paid; Rent paid; Repairs; Salaries and wages; Insurance; Legal and professional services; Commissions; Amortization; Pension and profit-sharing plans; Employee benefit programs; Interest paid; Bad debts; Depletion; Travel and entertainment; Other business deductions; Net income (less deficit); Net income; Deficit. Sub-sections: Businesses With and Without Net Income; Businesses With Net Income.

Footnotes at end of table.







## DATA SOURCES AND LIMITATIONS

These statistics are based on a systematic sample of unaudited individual income tax returns, Forms 1040. The sample was stratified based on presence or absence of a Schedule C, State from which the return was filed, adjusted gross income or largest source of income and business plus farm receipts. The 1978 returns were selected at rates ranging from 0.02 percent to 100 percent. There were 79,798 returns (accounting for 94,175 businesses) in the 1978 sample estimating a total population of 11,230,644 returns (and 12,017,953 businesses). The corresponding return counts for 1977 were 79,440 and 10,611,981.

Because the estimates are based on a sample, they are subject to sampling error. The return data are also subject to nonsampling error due to taxpayer reporting variations and to discrepancies introduced during statistical processing.

Coefficient of Variation

The upper limits of the coefficient of variation shown below for 1978 (for frequency estimates only) are intended as a general indication of the reliability of the data.

<u>Coefficient of Variation</u>	<u>Agricultural Industries</u>	<u>Other Industries</u>
1%	not applicable	9,673,000
2	2,394,100	2,418,300
4	383,100	604,600
10		96,700
20	95,800	24,200
30	42,600	10,700
35	31,300	7,900
50	15,300	3,900

Additional measures of the coefficient of variation for specific industries and for the various data items will be presented separately in the forthcoming Statistics of Income report for 1978. The computed

coefficients of variation of estimates already published in the 1977 Statistics of Income report can be used to approximate the reliability of similar 1978 estimates.

Nonsampling Error

Nonsampling error was controlled during statistical processing by a variety of methods. Among these was a systematic verification at field processing locations of the manual data editing and industry coding. As a further check on the quality of the editing and industry coding, subsamples selected after field verification were reprocessed in the National Office. Key entry of the data at the processing locations was also subjected to 100 percent verification.

Prior to tabulation, numerous computer tests were applied to each return record to check on inconsistencies. Lastly, prior to publication all statistics and tables were reviewed for accuracy and reasonableness in light of provisions of the tax laws, business reporting variations and limitations, economic conditions, and comparability with other statistical series.

Definitions and Law Changes

Definitions of the data items presented in the tables are, in general, the same as those presented in Statistics of Income--1977, Sole Proprietorship Returns.

There was only one major law change affecting the comparability with statistics for prior years. For 1978, the FUTA (Federal Unemployment Tax Act) tax of 3.4 percent was imposed on the first \$6,000 of wages paid to each employee during the year. In 1977, the tax had been imposed on only the first \$4,200. Because the Federal Unemployment Tax was imposed solely on the employer (it could not be collected or deducted from the wages of employees), the basic effect of this change was to increase the deduction for taxes paid.

# Partnership Returns

Income Statement and Industry Statistics for 1978

By William Mudd\*

The first detailed statistics from the 1.2 million returns of active partnerships for Income Year 1978 indicate an increase in partnership activity as compared to 1977. For example, the number of partnerships grew by more than 80,000 (or 7 percent) from 1977 to 1978. Business receipts showed an even larger rise, over 21 percent, from \$171 billion to \$208 billion.

Partnership activity has been expanding at a quickening pace over the last several years, as seen below.

Income year	Partnerships (thousands)	Business receipts (millions)
1978.....	1,234	\$207,731
1977.....	1,153	171,424
1976.....	1,096	152,769
1975.....	1,073	142,506
1974.....	1,062	133,923

The number of returns filed by active partnerships grew at the rate of 1 percent between 1974 and 1975, 2 percent between 1975 and 1976, and 5 percent between 1976 and 1977; the 1977-78 growth rate was 7 percent (as already stated). For business receipts the rate of increase was 6 percent for 1974-75, 7 percent for 1975-76, 12 percent for 1976-77, and 21 percent for 1977-78.

## Partnership Income and Profit

In addition to \$208 billion in business receipts, partnerships received about \$11 billion in investment income (other than capital gains, which amounted to nearly \$4 billion more). The largest single source of investment income was interest, which amounted to over \$4 billion.

Deductible partnership expenses and losses totaled about \$205 billion in 1978. Cost of sales and operations amounted to \$87 billion. Payroll came to \$22 billion (including \$6 billion counted as part of cost of sales and operations). Other large expenses included interest (\$16 billion) and depreciation (\$15 billion).

Sixty-two percent of all partnerships had a net income (profit) on current operations (not counting capital gains). The total profit made in 1978 was \$34 billion. The other 38 percent of the partnerships had a total deficit of \$19 billion.

There has been an increase in both net income and deficits in most recent years, as the following table shows.

Income year	Net income (millions)	Deficit (millions)
1978....	\$33,689	\$19,243
1977....	28,930	15,665
1976....	24,920	14,497
1975....	22,432	14,694
1974....	21,595	12,730

## Industrial Activity

Of the eight industrial divisions, the largest was finance, insurance, and real estate, which accounted for nearly \$56 billion in business receipts. Forty-two percent of all partnerships (516,000) were in this division. The industrial division with the second largest number of partnerships (241,000) was services, while the division with the second largest amount of business receipts (\$53 billion) was wholesale and retail trade.

Industrial division	Partnerships (thousands)	Business receipts (millions)
Finance, insurance, and real estate .....	516	\$55,697
Services .....	241	43,452
Wholesale and retail trade .....	200	52,920
Agriculture, forestry, and fishing .....	127	18,045
Construction .....	78	16,053
Manufacturing .....	28	10,514
Mining .....	24	6,563
Transportation and utilities .....	20	4,486

In all divisions except mining, net income exceeded deficits (as Figure A shows). The largest amount of net income was earned by the services division, \$12.4 billion or 37 percent of the total for all industries. The net income of the finance, insurance, and real estate industries was also quite large, \$9.7 billion, but was nearly balanced out by deficits of \$9.6 billion, the largest for any division.

## Real Estate

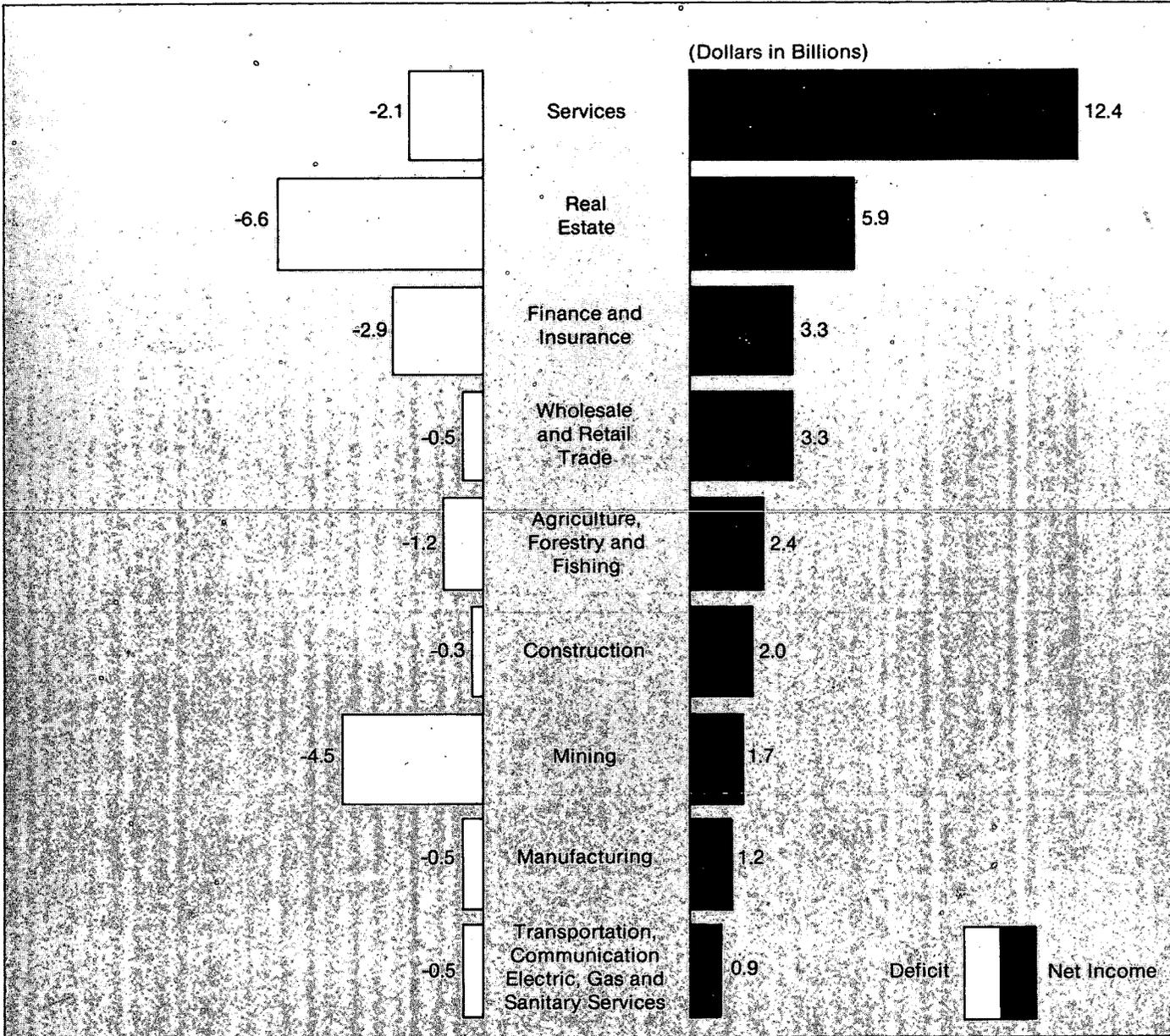
For partnerships, the real estate industry was dominated by a single activity, the operation and leasing of buildings. Indeed, this activity accounted for one-fourth of all partnerships, 321,000, and one-seventh of all business receipts, \$30 billion.

As measured by net income from current business operations, the building operation and leasing industry appears on the whole unprofitable. However, by broadening the measure of profit to include (for example) capital gains as well as net income from current operations, a different picture emerges. As the figures below indicate, capital gains more than compensated for current operating deficits.

Income item	Amount (millions)
Total .....	\$ 215
Net income .....	3,951
Deficit .....	-5,807
Capital gains (net) ..	2,071

In addition, building operators could increase their deductions by claiming such items as prepaid

**Figure A**  
**Partnership Returns: Net Income and Deficit by Industrial Classification, 1978**



interest and accelerated depreciation. To the extent they did so, the net income figures shown above may understate the actual profit of these businesses. Total interest and depreciation claimed by building operators were \$10 billion and \$7 billion, respectively.

Wholesale and Retail Trade

Trade, the largest sole proprietorship industrial division, was the second largest partnership division as measured by the amount of business receipts. Partnership retail activity was much larger than wholesale. There were nearly six times as many retailers as wholesalers (170,000 compared to 29,000) and retailers had double the business receipts of wholesalers (\$35.0 billion versus \$17.8 billion).

The largest retail trade industries (shown below) were eating places, grocery stores, and gasoline service stations. While eating places were the most numerous type of business, grocery stores had the largest amount of business receipts among retailers.

Minor industry	Partnerships (thousands)	Business receipts (millions)
Eating places ...	28	\$5,141
Grocery stores ..	15	5,600
Gasoline service stations .....	12	4,078

Basic Table Information

Table 1 presents statistics on the complete income statement for all partnerships and partnerships with net income, shown for the eight major industrial divisions as well as for selected industries within those divisions. Following this table is information on the sample used for the statistics, on sampling and nonsampling error, and on law changes.

Additional statistics, as well as definitions of terms and a comprehensive description of data limitations, will be available in the complete report, Statistics of Income--1978, Partnership Returns.



## PARTNERSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	Agriculture, forestry, and fishing—Continued					Mining			Construction	
	Farms—Continued				Agricultural services, forestry, and fishing	Total	Oil and gas extraction	Other mining	Total	General contractors
	Poultry and eggs	General livestock except animal specialty	Animal specialty	Other						
(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	
<b>Partnerships With and Without Net Income</b>										
Number of partnerships	1,047	*409	3,019	1,857	17,400	23,629	20,076	3,553	78,032	31,647
<b>Total receipts</b>	<b>485,202</b>	<b>*58,300</b>	<b>79,162</b>	<b>208,021</b>	<b>2,189,885</b>	<b>7,054,695</b>	<b>4,453,644</b>	<b>2,601,051</b>	<b>16,342,214</b>	<b>10,695,260</b>
Business receipts	477,458	*57,210	64,073	194,429	2,083,610	6,563,203	4,058,644	2,504,559	16,052,651	10,457,131
Income from other partnerships	—	—	*1	—	3,511	79,243	74,923	*4,320	33,530	31,533
Nonqualifying dividends	*918	—	—	—	*41	*300	*289	*11	120	*108
Interest received	595	—	*648	651	6,969	49,383	37,790	11,593	42,815	36,081
Rents received	*732	*32	*209	650	4,672	24,665	19,327	5,339	66,004	52,150
Royalties	*34	—	—	—	*1,202	115,576	113,515	2,061	523	*194
Farm net profit	—	—	—	*2,429	*743	*493	*463	*31	*839	*814
Net gain, noncapital assets	*157	*46	*2,611	*415	9,390	27,286	17,319	9,967	22,387	18,294
Other receipts	5,308	*1,012	11,620	9,446	79,747	194,547	131,376	63,171	123,345	98,956
<b>Total deductions</b>	<b>467,490</b>	<b>*52,595</b>	<b>103,107</b>	<b>201,471</b>	<b>2,035,390</b>	<b>9,911,942</b>	<b>6,869,417</b>	<b>3,042,525</b>	<b>14,571,973</b>	<b>9,792,374</b>
Cost of sales and operations, total	362,515	*42,131	27,561	118,253	1,107,292	2,490,862	1,115,216	1,375,646	11,020,899	8,016,500
Inventory, beginning-of-year	4,704	*3,861	*1,125	*3,658	55,875	80,306	17,506	62,800	1,089,683	954,720
Purchases	85,760	*27,704	*6,303	37,593	755,923	759,752	542,628	217,125	2,382,269	1,212,883
Cost of labor	16,946	*473	3,349	24,420	92,094	256,544	40,275	216,269	1,340,203	766,187
Material and supplies	16,469	*694	2,408	6,357	58,124	189,843	34,504	155,339	2,462,979	1,736,439
Other costs	242,338	*13,728	14,821	48,574	221,675	1,316,529	512,619	803,909	4,879,020	4,350,772
Less: Inventory, end-of-year	3,700	*4,329	*445	2,351	76,398	112,112	32,316	79,796	1,133,254	1,004,500
Salaries and wages	5,502	*52	*2,979	9,130	136,410	204,090	122,915	81,176	782,248	296,918
Payments to partners	2,300	—	*2,813	*2,896	63,230	45,174	22,876	22,297	372,836	143,151
Rent paid	6,062	*1,039	2,001	4,395	34,141	173,840	138,384	35,456	110,087	50,416
Interest paid	10,784	*1,759	5,330	6,824	61,784	274,975	134,637	140,338	239,671	196,950
Taxes paid	3,180	*367	2,208	6,094	38,784	250,814	131,968	118,847	233,000	111,787
Bad debts	*41	—	*111	*6	1,298	3,305	715	2,590	11,014	3,953
Repairs	4,350	*1,489	2,649	4,138	61,279	115,072	47,421	67,651	102,871	46,838
Depreciation	14,228	*3,351	10,264	10,874	116,924	653,150	401,435	251,715	280,532	136,175
Amortization	—	—	—	*66	298	13,230	3,640	9,590	3,001	2,251
Depletion	—	—	—	—	290	172,835	49,100	123,735	1,437	892
Pension, profit-sharing, annuity, bond purchase plans	*71	—	—	*15	588	10,956	2,706	8,250	10,901	5,340
Employee benefit programs	*192	—	*74	*255	2,015	18,269	1,519	16,750	43,546	16,134
Net loss from other partnerships	*8	—	—	—	993	265,020	247,418	*17,603	5,100	4,995
Farm net loss	—	—	—	—	—	—	—	—	—	—
Net loss, noncapital assets	*90	—	*194	—	223	2,616	1,279	*1,337	-2,811	1,010
Other deductions	58,166	*2,407	46,923	38,526	409,841	5,217,735	4,448,189	769,546	1,352,019	759,061
<b>Net income (less deficit)</b>	<b>17,712</b>	<b>*5,706</b>	<b>-23,944</b>	<b>6,549</b>	<b>154,495</b>	<b>-2,857,247</b>	<b>-2,415,773</b>	<b>-441,474</b>	<b>1,770,242</b>	<b>902,886</b>
Net income	30,376	*6,653	6,479	27,436	291,384	1,681,384	1,485,322	196,063	2,040,613	1,102,520
Deficit	-12,663	*-947	-30,424	-20,887	-136,889	-4,538,631	-3,901,094	-637,537	-270,372	-199,634
<b>Selected other income:</b>										
Net short-term capital gain (less loss)	*48	*-1,046	*-100	—	*355	1,417	4,857	*-3,440	4,517	4,479
Net long-term capital gain (less loss)	*1,248	*-20	*1,180	*1	6,899	36,176	24,405	11,771	15,060	12,824
<b>Partnerships With Net Income</b>										
Number of partnerships	786	*242	733	1,121	10,804	11,148	9,943	1,205	60,291	22,974
<b>Total receipts</b>	<b>297,336</b>	<b>*56,299</b>	<b>27,908</b>	<b>153,460</b>	<b>1,662,677</b>	<b>5,116,618</b>	<b>3,489,160</b>	<b>1,627,458</b>	<b>13,827,310</b>	<b>8,886,226</b>
Business receipts	291,925	*55,637	24,198	142,055	1,597,637	4,772,653	3,213,150	1,559,503	13,582,440	8,681,737
Income from other partnerships	—	—	—	—	3,413	69,240	69,198	*41	31,289	31,270
Nonqualifying dividends	*918	—	—	—	*15	*300	*289	*11	120	*108
Interest received	588	—	*139	*544	4,292	25,607	19,883	5,724	34,632	28,448
Rents received	*507	—	*85	*325	2,723	17,266	13,921	3,345	51,767	38,995
Royalties	—	—	—	—	*53	103,086	101,607	1,479	*516	*187
Farm net profit	—	—	—	*2,429	*743	*493	*463	*31	*839	*814
Net gain, noncapital assets	*144	—	*2,466	*34	4,173	17,376	10,090	7,286	19,959	16,320
Other receipts	3,254	*661	*1,020	8,072	49,630	110,597	60,559	50,038	105,747	88,348
<b>Total deductions</b>	<b>266,960</b>	<b>*49,646</b>	<b>21,428</b>	<b>126,023</b>	<b>1,371,293</b>	<b>3,435,234</b>	<b>2,003,838</b>	<b>1,431,396</b>	<b>11,786,696</b>	<b>7,783,705</b>
Cost of sales and operations, total	204,614	*40,806	*9,832	72,674	766,542	1,431,742	666,591	765,151	9,086,048	6483,300
Inventory, beginning-of-year	*1,481	*3,861	*373	*1,832	33,298	37,795	12,731	25,063	796,915	699,310
Purchases	66,086	*27,704	*4,857	23,171	534,841	406,010	272,484	133,527	1,966,997	960,823
Cost of labor	11,800	*293	*496	17,403	68,245	143,436	29,735	113,702	1,118,078	606,187
Material and supplies	15,107	*579	*1,000	4,533	43,570	93,172	25,959	67,213	2,012,233	1,378,905
Other costs	111,851	*12,698	*3,342	27,641	129,573	794,199	344,543	449,656	3,961,177	3,502,105
Less: Inventory, end-of-year	*1,712	*4,329	*235	*1,906	42,985	42,870	18,861	24,009	768,753	664,030
Salaries and wages	4,689	*52	*330	*8,541	107,921	154,600	104,967	49,092	664,985	248,689
Payments to partners	1,299	—	*1,235	*2,036	43,967	23,225	13,286	9,939	223,880	82,597
Rent paid	5,873	*1,010	*168	1,840	24,218	76,921	53,929	22,992	92,860	43,086
Interest paid	7,553	*1,759	*1,382	4,035	30,797	97,213	80,059	17,154	143,626	110,568
Taxes paid	2,203	*268	*516	4,849	26,980	195,624	105,960	89,664	191,475	86,219
Bad debts	*41	—	*20	*6	1,098	1,631	664	1,479	6,062	2,424
Repairs	3,219	*1,272	*883	2,927	46,083	73,501	41,188	32,313	85,721	37,662
Depreciation	10,018	*3,064	2,428	7,726	73,642	315,580	215,638	99,942	214,354	94,928
Amortization	—	—	—	*11	165	2,582	1,904	*678	1,494	1,039
Depletion	—	—	—	—	*128	117,123	17,852	99,271	1,254	853
Pension, profit-sharing, annuity, bond purchase plans	*71	—	—	*15	504	9,008	2,310	6,698	7,655	3,348
Employee benefit programs	*176	—	—	*181	1,886	8,501	1,103	7,399	36,603	12,107
Net loss from other partnerships	*8	—	—	—	*397	8,924	8,030	*893	3,237	3,133
Farm net loss	—	—	—	—	—	—	—	—	—	—
Net loss, noncapital assets	*90	—	*148	—	567	445	445	*122	747	432
Other deductions	27,107	*1,415	4,634	21,181	246,818	919,035	689,913	229,121	1,024,697	573,321
<b>Net income</b>	<b>30,376</b>	<b>*6,653</b>	<b>6,479</b>	<b>27,436</b>	<b>291,384</b>	<b>1,681,384</b>	<b>1,485,322</b>	<b>196,063</b>	<b>2,040,613</b>	<b>1,102,520</b>
<b>Selected other income:</b>										
Net short-term capital gain (less loss)	*48	*-1,046	—	—	*278	1,029	1,233	*-204	1,058	1,020
Net long-term capital gain (less loss)	*152	*-24	—	—	2,234	24,278	20,775	3,503	7,419	5,380

Footnote: at end of table.

## PARTNERSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	Construction—Continued					Manufacturing				
	Total	Special trade contractors				Total	Lumber and wood products, except furniture	Printing, publishing, and allied industries	Machinery, except electrical	Other manufacturing industries
		Plumbing, heating, and air conditioning	Painting, paper hanging and decorating	Masonry, stonework, tile setting and plastering	Contractors, not elsewhere classified					
(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	
<b>Partnerships With and Without Net Income</b>										
Number of partnerships	46,121	5,583	5,081	6,156	29,301	27,931	5,472	5,272	1,964	15,223
<b>Total receipts</b>	<b>5,634,980</b>	<b>899,230</b>	<b>402,061</b>	<b>763,889</b>	<b>3,569,800</b>	<b>10,738,885</b>	<b>1,786,392</b>	<b>817,551</b>	<b>660,809</b>	<b>7,474,133</b>
Business receipts	5,583,546	895,654	396,675	759,232	3,531,985	10,514,297	1,749,723	805,366	623,798	7,335,410
Income from other partnerships	*1,997	—	—	—	*1,997	*1,332	*130	*885	—	*318
Nonqualifying dividends	*12	—	—	—	*12	4,175	*220	*47	—	3,894
Interest received	6,734	643	*696	447	4,948	37,417	6,151	2,203	6,109	22,954
Rents received	13,854	2,083	1,973	*1,031	8,767	15,477	4,647	3,689	*426	6,714
Royalties	*330	—	—	—	*330	13,372	*2,590	*2,322	*81	8,378
Farm net profit	*25	—	—	—	*25	*74	—	—	*22	*52
Net gain, noncapital assets	4,093	159	*732	128	3,074	6,867	2,030	842	1,618	2,377
Other receipts	24,389	692	*1,984	3,051	18,662	145,873	20,901	2,196	28,741	94,035
<b>Total deductions</b>	<b>4,769,643</b>	<b>794,863</b>	<b>302,038</b>	<b>612,586</b>	<b>3,060,155</b>	<b>10,078,869</b>	<b>1,660,775</b>	<b>677,963</b>	<b>640,581</b>	<b>7,099,650</b>
Cost of sales and operations, total	3,001,683	537,099	143,665	382,476	1,938,443	7,041,616	1,150,062	316,945	437,524	5,137,085
Inventory, beginning-of-year	134,963	37,465	1,469	10,074	85,955	942,964	120,681	22,023	142,621	657,638
Purchases	1,168,007	296,463	36,731	117,988	716,825	4,358,237	620,091	123,432	256,781	3,357,934
Cost of labor	573,667	68,129	32,149	116,564	356,824	1,023,232	179,289	61,577	87,560	694,806
Material and supplies	726,536	92,165	39,942	90,654	503,775	1,551,709	152,611	47,729	25,444	325,926
Other costs	527,265	80,196	35,931	56,556	354,582	1,183,469	217,576	87,309	39,261	839,323
Less: Inventory, end-of-year	128,754	37,319	2,558	9,360	79,518	1,017,995	140,186	25,125	114,142	738,541
Salaries and wages	483,327	64,048	66,863	91,066	261,351	617,994	75,434	87,759	58,220	396,581
Payments to partners	229,685	40,773	15,482	25,545	147,885	132,976	26,195	16,070	13,731	76,980
Rent paid	59,404	7,159	3,967	6,411	41,867	127,829	22,372	15,113	10,929	79,415
Interest paid	42,562	5,563	2,696	3,792	30,511	166,251	23,208	7,652	17,546	117,845
Taxes paid	120,359	19,462	11,600	20,075	69,221	201,709	33,993	19,472	11,517	136,727
Bad debts	7,060	1,589	*243	972	4,256	19,043	1,483	5,205	966	11,389
Repairs	55,692	2,722	2,294	4,447	46,229	115,552	35,572	6,800	6,038	67,142
Depreciation	143,776	16,162	8,002	12,172	107,439	374,102	63,272	17,003	16,480	277,347
Amortization	750	5	—	—	745	10,697	8,221	609	*22	1,845
Depletion	*544	—	*42	*228	*274	48,266	46,701	—	—	1,565
Pension, profit-sharing, annuity, bond purchase plans	5,561	1,476	*1,007	*226	2,853	20,834	3,205	1,930	773	14,926
Employee benefit programs	27,412	5,251	3,209	5,755	13,197	43,852	5,048	3,800	2,086	32,917
Net loss from other partnerships	*104	*2	*2	—	*100	25,159	*29	*158	—	24,972
Farm net loss	—	—	—	—	—	*82	*19	—	—	*63
Net loss, noncapital assets	1,801	*68	—	*30	1,703	994	*103	*52	*65	774
Other deductions	589,920	93,484	42,965	59,391	394,080	1,131,913	165,859	179,394	64,684	722,077
<b>Net income (less deficit)</b>	<b>865,338</b>	<b>104,367</b>	<b>100,023</b>	<b>151,303</b>	<b>509,645</b>	<b>660,015</b>	<b>125,617</b>	<b>139,588</b>	<b>20,328</b>	<b>374,482</b>
Net income	935,803	117,895	102,419	155,076	560,413	1,208,319	160,740	168,171	58,409	820,999
Deficit	-70,466	-13,527	*-2,397	-3,773	-50,768	-548,304	-35,123	-28,583	-38,080	-446,517
<b>Selected other income:</b>										
Net short-term capital gain (less loss)	*38	—	—	—	*38	1,396	*561	*104	*223	*508
Net long-term capital gain (less loss)	2,236	*8	*618	*19	1,590	45,885	19,535	*9,419	*1,920	15,011
<b>Partnerships With Net Income</b>										
Number of partnerships	37,136	4,213	4,481	5,642	22,800	19,121	4,228	3,678	1,377	9,838
<b>Total receipts</b>	<b>4,929,365</b>	<b>731,538</b>	<b>363,442</b>	<b>698,246</b>	<b>3,136,140</b>	<b>8,518,543</b>	<b>1,470,275</b>	<b>699,916</b>	<b>335,740</b>	<b>6,012,612</b>
Business receipts	4,888,985	728,355	358,108	694,955	3,107,567	8,393,152	1,439,131	688,759	330,567	5,934,695
Income from other partnerships	*19	—	—	—	*19	*1,221	*130	*885	—	*207
Nonqualifying dividends	*12	—	—	—	*12	3,830	*214	*12	—	3,604
Interest received	6,185	577	*696	404	4,507	22,047	4,518	1,995	422	15,112
Rents received	12,772	1,902	1,921	*707	8,241	12,485	3,945	3,499	*348	4,692
Royalties	*330	—	—	—	*330	11,127	*2,590	*2,322	*81	6,134
Farm net profit	*25	—	—	—	*25	*74	—	—	*22	*52
Net gain, noncapital assets	3,639	63	*732	*126	2,719	5,806	1,707	801	1,529	1,768
Other receipts	17,400	641	*1,984	2,054	12,720	68,802	18,040	1,643	2,771	46,348
<b>Total deductions</b>	<b>3,993,562</b>	<b>613,643</b>	<b>261,023</b>	<b>543,170</b>	<b>2,575,727</b>	<b>7,310,224</b>	<b>1,309,535</b>	<b>531,744</b>	<b>277,332</b>	<b>5,191,613</b>
Cost of sales and operations, total	2,600,288	449,289	132,420	341,524	1,677,054	5,437,958	905,403	266,226	176,022	4,000,308
Inventory, beginning-of-year	97,605	32,225	1,460	9,307	54,613	639,692	88,415	19,133	21,367	510,777
Purchases	1,004,196	230,981	34,877	101,156	637,183	3,361,069	511,380	107,400	111,609	2,630,680
Cost of labor	511,632	61,792	31,963	101,685	316,191	819,869	147,269	55,743	33,626	583,231
Material and supplies	633,328	80,268	33,830	87,243	431,987	1,454,719	131,193	39,963	13,727	269,836
Other costs	458,250	73,039	32,504	49,554	303,154	770,669	126,545	65,542	22,352	556,231
Less: Inventory, end-of-year	104,723	29,016	*2,213	7,421	66,073	608,060	99,400	21,555	26,659	550,447
Salaries and wages	414,294	42,138	52,622	83,613	235,921	453,087	62,147	72,516	28,483	289,942
Payments to partners	141,283	19,754	9,103	18,020	94,405	98,799	19,166	9,593	9,733	60,307
Rent paid	49,507	5,229	3,633	5,645	35,000	77,022	18,722	12,197	3,366	42,737
Interest paid	32,959	3,828	2,460	3,359	23,313	70,274	16,680	5,029	3,318	45,248
Taxes paid	104,403	15,028	10,194	18,360	60,821	161,457	27,711	15,972	7,505	110,269
Bad debts	5,638	1,512	*176	933	3,017	15,159	1,368	3,970	619	9,201
Repairs	47,718	1,967	2,176	3,779	39,796	77,621	31,289	5,362	2,316	38,654
Depreciation	118,850	11,734	7,076	10,877	89,163	223,486	53,732	13,271	8,877	147,605
Amortization	455	—	—	—	455	8,378	*6,236	527	*22	1,594
Depletion	*402	—	*42	*87	*272	39,237	*37,768	—	—	1,469
Pension, profit-sharing, annuity, bond purchase plans	4,307	*1,387	*1,007	*77	1,836	13,695	3,061	1,841	*494	8,300
Employee benefit programs	24,495	4,028	3,156	4,661	12,650	31,900	4,722	3,426	1,617	22,136
Net loss from other partnerships	*104	*2	*2	—	*100	*610	*29	*6	—	*575
Farm net loss	—	—	—	—	—	*82	*19	—	—	*63
Net loss, noncapital assets	-315	*68	—	*30	218	727	*85	*52	*65	525
Other deductions	448,543	57,678	36,956	52,204	301,705	600,732	121,397	121,758	34,896	412,681
<b>Net income</b>	<b>935,803</b>	<b>117,895</b>	<b>102,419</b>	<b>155,076</b>	<b>560,413</b>	<b>1,208,319</b>	<b>160,740</b>	<b>168,171</b>	<b>58,409</b>	<b>820,999</b>
<b>Selected other income:</b>										
Net short-term capital gain (less loss)	*38	—	—	—	*38	811	*80	—	*223	*508
Net long-term capital gain (less loss)	2,039	*8	*618	*19	1,394	28,014	5,870	*7,259	*5	14,880

Footnote at end of table.



## PARTNERSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	Wholesale and retail trade—Continued								
	Retail trade—Continued								
	Food stores			Automotive dealers and service stations				Apparel and accessory	Furniture and home furnishing stores
	Total	Grocery stores	Other food stores	Total	Motor vehicle dealers	Gasoline service stations	Other automotive dealers		
(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	
<b>Partnerships With and Without Net Income</b>									
Number of partnerships	22,611	14,666	7,945	25,386	6,452	11,929	7,005	12,148	12,364
Total receipts	6,888,579	5,638,888	1,249,691	9,337,917	3,771,211	4,102,820	1,463,886	1,614,057	2,064,476
Business receipts	6,842,724	5,599,935	1,242,789	9,256,873	3,725,894	4,077,869	1,453,110	1,593,498	2,017,535
Income from other partnerships	*376	*376	—	*846	*813	*33	—	*1	*99
Nonqualifying dividends	1,007	984	*24	29	*25	*2	*2	*17	*111
Interest received	5,419	4,494	925	8,267	4,955	1,255	2,057	3,497	9,400
Rents received	15,958	13,073	2,885	20,665	9,572	9,319	1,773	6,207	6,905
Royalties	*75	*67	*9	*61	*59	*2	—	—	*407
Farm net profit	*43	*38	*5	*17	*16	—	—	*620	*4
Net gain, noncapital assets	3,435	1,850	1,586	3,647	1,921	1,296	431	842	5,052
Other receipts	19,541	18,072	1,469	47,512	27,956	13,043	6,513	9,375	24,963
Total deductions	6,596,652	5,422,328	1,174,325	8,977,433	3,661,934	3,929,142	1,386,357	1,480,082	1,897,638
Cost of sales and operations, total	5,469,603	4,575,466	894,137	7,679,319	3,219,569	3,374,570	1,085,180	1,009,105	1,277,090
Inventory, beginning-of-year	338,868	310,135	28,732	752,499	402,049	111,059	239,391	327,422	306,597
Purchases	5,359,609	4,511,348	848,262	7,164,831	2,907,181	3,188,881	1,068,768	1,010,106	1,237,370
Cost of labor	34,344	20,656	13,478	72,215	33,849	23,522	14,844	13,081	37,935
Material and supplies	22,739	8,927	13,812	91,493	48,362	26,277	16,854	12,387	8,661
Other costs	84,305	61,344	22,962	463,510	284,215	143,995	35,300	27,707	48,477
Less: Inventory, end-of-year	370,053	336,944	33,109	865,229	456,087	119,166	289,976	381,597	361,949
Salaries and wages	393,825	305,659	88,167	372,476	123,550	175,105	73,821	136,750	168,031
Payments to partners	60,533	37,590	22,943	99,918	26,015	42,282	31,620	38,918	45,769
Rent paid	89,447	57,173	32,274	106,004	22,110	59,886	24,007	65,704	54,189
Interest paid	33,732	26,427	7,305	72,818	37,769	15,024	20,024	15,207	21,638
Taxes paid	93,594	73,801	19,792	124,454	72,711	28,126	23,616	32,505	38,711
Bad debts	5,048	3,147	1,902	12,397	6,598	3,480	2,319	4,105	6,774
Repairs	32,075	24,217	7,858	26,979	10,549	11,519	4,911	6,501	8,844
Depreciation	62,436	46,079	16,356	65,657	18,599	30,465	16,592	15,970	31,968
Amortization	739	315	425	531	121	153	*257	420	307
Depletion	*56	—	*56	*82	*39	*43	—	*82	*100
Pension, profit-sharing, annuity, bond purchase plans	2,152	1,511	641	1,061	692	180	*188	305	1,167
Employee benefit programs	7,607	5,987	1,620	7,525	5,399	948	1,178	1,178	2,093
Net loss from other partnerships	*59	*26	*33	—	—	—	—	*105	*281
Farm net loss	*13	*13	—	—	—	—	—	*49	—
Net loss, noncapital assets	1,314	675	*639	312	*56	146	*110	*436	*21
Other deductions	344,418	264,241	80,177	407,901	162,740	142,628	102,533	152,740	240,655
Net income (less deficit)	291,926	216,560	75,367	360,483	109,276	173,679	77,529	133,975	166,838
Net income	344,273	249,954	94,319	417,844	120,985	193,215	103,644	162,383	200,194
Deficit	-52,347	-33,394	-18,953	-57,361	-11,709	-19,536	-26,115	-28,408	-33,356
<b>Selected other income:</b>									
Net short-term capital gain (less loss)	*548	*224	*323	-221	*-175	*-72	*26	—	*8
Net long-term capital gain (less loss)	2,679	2,493	*185	295	34	955	*-694	*698	2,074
<b>Partnerships With Net Income</b>									
Number of partnerships	15,811	11,081	4,730	18,633	4,814	9,071	4,748	7,667	8,924
Total receipts	6,061,908	5,022,239	1,039,669	7,875,511	3,253,609	3,414,940	1,206,962	1,368,658	1,806,542
Business receipts	6,022,588	4,987,980	1,034,608	7,809,097	3,219,787	3,391,142	1,198,167	1,342,914	1,762,828
Income from other partnerships	*376	*376	—	*810	*810	—	—	*1	*99
Nonqualifying dividends	847	842	*5	29	*25	*2	*2	*17	*110
Interest received	5,003	4,218	785	6,913	3,933	1,194	1,786	3,278	8,584
Rents received	14,003	11,714	2,289	17,440	7,191	8,982	1,268	4,977	5,472
Royalties	*73	*64	*9	*61	*59	*2	—	—	*407
Farm net profit	*43	*38	*5	*17	*16	*2	—	*620	*4
Net gain, noncapital assets	2,554	1,850	705	3,162	1,571	1,263	328	793	5,027
Other receipts	16,421	15,156	1,265	37,983	20,219	12,353	5,411	8,057	24,011
Total deductions	5,717,635	4,772,285	945,350	7,457,667	3,132,624	3,221,726	1,103,318	1,198,275	1,606,347
Cost of sales and operations, total	4,801,049	4,061,168	739,880	6,440,079	2,770,776	2,782,574	886,728	829,454	1,093,819
Inventory, beginning-of-year	282,535	262,351	20,184	623,494	340,425	96,696	186,373	248,359	255,331
Purchases	4,708,147	4,013,683	694,463	6,079,024	2,531,230	2,678,371	869,423	841,196	1,059,787
Cost of labor	30,331	17,304	13,028	63,291	31,811	19,231	12,249	11,080	31,925
Material and supplies	20,612	8,059	12,552	45,674	21,365	15,001	9,308	3,513	7,605
Other costs	71,134	49,011	22,123	335,623	233,867	72,652	29,103	16,444	38,521
Less: Inventory, end-of-year	311,710	289,240	22,470	707,028	387,921	99,377	219,729	291,138	299,349
Salaries and wages	340,610	267,727	72,883	298,108	104,955	137,374	55,778	116,601	146,600
Payments to partners	42,513	30,458	12,055	68,974	20,166	28,159	20,650	26,849	36,661
Rent paid	67,803	45,662	22,141	87,550	18,601	50,475	18,474	47,693	43,160
Interest paid	24,683	20,386	4,297	53,869	30,061	10,502	13,306	9,745	16,051
Taxes paid	79,506	64,170	15,336	103,448	24,235	60,735	18,478	26,985	32,783
Bad debts	2,832	2,273	559	9,356	5,128	2,601	1,627	3,738	5,990
Repairs	25,244	19,648	5,596	21,117	8,451	9,252	3,414	4,834	7,649
Depreciation	49,780	37,989	11,781	49,953	14,211	24,728	11,014	11,727	20,759
Amortization	415	188	*227	335	93	145	*97	317	134
Depletion	*56	—	*56	*82	*39	*43	—	*82	*100
Pension, profit-sharing, annuity, bond purchase plans	1,781	1,140	641	983	615	180	*188	305	1,110
Employee benefit programs	6,372	4,972	1,400	6,748	4,790	928	1,030	1,131	1,860
Net loss from other partnerships	*59	*26	*33	—	—	—	—	*105	*85
Farm net loss	*13	*13	—	—	—	—	—	*49	—
Net loss, noncapital assets	*18	*13	*4	272	*54	143	*75	—	*11
Other deductions	274,901	216,440	58,461	316,794	130,448	113,885	72,461	118,662	199,576
Net income	344,273	249,954	94,319	417,844	120,985	193,215	103,644	162,383	200,194
<b>Selected other income:</b>									
Net short-term capital gain (less loss)	*224	*224	—	*266	*240	—	*26	*39	*8
Net long-term capital gain (less loss)	3,000	2,820	*180	-390	-91	395	*-694	*698	1,659

Footnote at end of table.

## PARTNERSHIPS

Table 1.—Income Statement for Selected Industries—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	Wholesale and retail trade—Continued					Finance, insurance, and real estate				
	Retail trade—Continued				Total	Finance				
	Eating places	Drinking places	Liquor stores	Other retail trade		Total	Banking and credit agencies other than banks	Security, commodity brokers, and services	Holding and investment companies	
(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)		
<b>Partnerships With and Without Net Income</b>										
Number of partnerships.....	28,031	8,562	3,791	44,015	516,135	118,632	2,336	2,858	113,438	
<b>Total receipts.....</b>	<b>5,200,193</b>	<b>755,217</b>	<b>1,094,079</b>	<b>4,666,529</b>	<b>62,822,429</b>	<b>18,451,234</b>	<b>394,507</b>	<b>13,863,464</b>	<b>4,193,263</b>	
Business receipts.....	5,140,585	730,790	1,083,083	4,605,219	55,697,390	13,936,105	261,621	13,063,110	611,374	
Income from other partnerships.....	*673	*57	*81	*655	645,219	524,118	*223	24,543	499,353	
Nonqualifying dividends.....	—	—	*23	411	58,192	49,389	*187	1,537	47,665	
Interest received.....	6,922	474	512	11,067	3,895,237	3,108,101	91,989	528,757	2,487,355	
Rents received.....	17,719	3,227	5,375	11,100	302,811	89,858	26,037	*1,625	62,197	
Royalties.....	—	—	*1	*10	228,277	199,851	*38	*434	199,380	
Farm net profit.....	*330	—	*12	*14	4,987	*3,195	—	*958	*2,237	
Net gain, noncapital assets.....	6,503	*622	*555	1,943	670,007	150,882	*182	16,631	134,069	
Other receipts.....	27,461	20,046	4,439	36,109	1,320,309	389,734	14,231	225,869	149,635	
<b>Total deductions.....</b>	<b>4,901,096</b>	<b>682,384</b>	<b>1,041,573</b>	<b>4,295,783</b>	<b>62,709,223</b>	<b>18,058,332</b>	<b>351,107</b>	<b>13,762,031</b>	<b>3,945,194</b>	
Cost of sales and operations, total.....	2,524,446	366,728	865,116	3,050,762	7,094,438	340,972	*2,856	12,051	326,065	
Inventory, beginning-of-year.....	78,359	21,107	92,039	731,085	2,142,692	61,936	*622	*97	61,217	
Purchases.....	2,082,973	342,308	861,095	2,884,470	2,196,208	314,149	*2,022	*2,747	309,380	
Cost of labor.....	315,821	4,709	*1,106	40,051	159,688	4,159	*13	—	4,145	
Material and supplies.....	55,855	7,079	309	62,045	436,909	9,768	*29	—	9,739	
Other costs.....	84,202	14,956	15,561	192,365	4,489,773	69,331	*381	*9,270	59,680	
Less: Inventory, end-of-year.....	92,764	23,431	104,994	859,253	2,330,833	118,372	*212	*62	118,097	
Salaries and wages.....	775,238	89,699	45,064	330,145	2,342,882	609,759	36,033	509,111	64,614	
Payments to partners.....	74,883	11,656	13,094	101,137	616,382	243,665	10,578	138,675	94,412	
Rent paid.....	286,095	24,851	18,978	136,868	966,909	117,660	7,605	56,034	54,021	
Interest paid.....	72,405	11,994	11,402	39,556	12,093,787	1,199,095	52,495	529,036	617,564	
Taxes paid.....	200,292	35,699	22,547	87,045	4,034,690	192,810	6,452	63,960	122,397	
Bad debts.....	1,998	774	844	9,433	78,266	23,322	15,236	1,618	6,467	
Repairs.....	60,178	10,396	4,632	24,010	1,538,851	29,587	964	4,465	24,118	
Depreciation.....	130,494	18,459	12,894	65,708	7,562,135	168,718	6,880	9,640	152,198	
Amortization.....	8,377	*478	1,269	999	89,928	9,899	*109	1,800	7,991	
Depletion.....	*55	—	—	*54	13,491	7,397	—	*491	6,905	
Pension, profit-sharing, annuity, bond purchase plans.....	1,965	*371	*82	1,936	28,997	16,932	*1,646	14,416	870	
Employee benefit programs.....	14,449	1,429	556	5,436	61,993	15,295	1,316	10,137	3,842	
Net loss from other partnerships.....	*438	—	—	*640	1,559,700	1,283,490	*-2,447	25,545	1,255,498	
Farm net loss.....	—	*1	—	—	*808	*69	—	—	*69	
Net loss, noncapital assets.....	1,190	*2,566	*110	166	151,369	125,256	*99	7,245	118,182	
Other deductions.....	748,594	107,281	44,984	441,889	24,474,597	13,674,135	206,371	12,377,786	1,089,978	
<b>Net income (less deficit).....</b>	<b>299,097</b>	<b>72,833</b>	<b>52,506</b>	<b>370,746</b>	<b>113,206</b>	<b>392,902</b>	<b>43,400</b>	<b>101,433</b>	<b>248,070</b>	
Net income.....	409,448	87,775	60,312	446,235	9,696,693	3,291,453	62,019	397,567	2,831,867	
Deficit.....	-110,351	-14,942	-7,806	-75,489	-9,583,487	-2,898,551	-18,619	-296,135	-2,583,797	
<b>Selected other income:</b>										
Net short-term capital gain (less loss).....	*-96	*14	—	*422	227,927	181,190	3,153	70,991	107,046	
Net long-term capital gain (less loss).....	6,845	*1,056	*9,962	3,766	3,233,898	990,240	2,988	181,027	806,225	
<b>Partnerships With Net Income</b>										
Number of partnerships.....	18,191	6,367	2,628	27,941	271,595	70,142	1,744	1,931	66,467	
<b>Total receipts.....</b>	<b>4,005,329</b>	<b>612,681</b>	<b>924,072</b>	<b>4,003,186</b>	<b>40,364,883</b>	<b>13,910,754</b>	<b>314,409</b>	<b>9,849,724</b>	<b>3,746,621</b>	
Business receipts.....	3,956,644	590,558	917,161	3,952,319	34,755,347	10,102,901	211,981	9,391,589	499,330	
Income from other partnerships.....	*673	—	*81	*655	619,849	512,936	*223	22,086	490,628	
Nonqualifying dividends.....	—	—	*23	401	43,003	40,454	*181	397	39,876	
Interest received.....	6,560	441	448	9,808	3,118,323	2,587,858	82,250	262,874	2,242,733	
Rents received.....	14,632	3,071	2,381	8,803	180,956	59,235	5,999	*1,623	51,613	
Royalties.....	—	—	*1	*10	202,802	179,966	*38	*62	179,866	
Farm net profit.....	*330	—	*12	*14	4,120	*2,830	—	*958	*1,871	
Net gain, noncapital assets.....	-6,036	*622	*390	1,551	567,215	133,630	*169	15,045	118,415	
Other receipts.....	20,454	17,988	3,576	29,624	873,269	290,945	13,568	155,090	122,287	
<b>Total deductions.....</b>	<b>3,595,881</b>	<b>524,906</b>	<b>863,760</b>	<b>3,556,951</b>	<b>30,668,190</b>	<b>10,619,300</b>	<b>252,390</b>	<b>9,452,157</b>	<b>914,754</b>	
Cost of sales and operations, total.....	1,903,082	295,708	728,704	2,595,085	5,699,362	306,684	*2,856	*11,475	292,353	
Inventory, beginning-of-year.....	58,116	17,642	72,930	559,766	1,411,240	55,910	*622	—	55,288	
Purchases.....	1,594,435	276,676	724,394	2,419,272	1,718,766	281,949	*2,022	*2,747	277,180	
Cost of labor.....	210,729	*3,614	*1,051	33,231	126,313	1,944	*13	—	1,931	
Material and supplies.....	41,861	2,212	236	54,325	292,617	3,771	*29	—	3,742	
Other costs.....	65,723	14,803	15,511	169,161	3,528,048	36,036	*381	*8,728	26,927	
Less: Inventory, end-of-year.....	67,781	19,237	85,419	640,671	1,377,622	72,926	*212	—	72,714	
Salaries and wages.....	572,666	65,988	35,172	276,391	1,373,867	473,949	33,131	403,301	37,518	
Payments to partners.....	55,888	7,333	8,374	72,662	302,635	124,112	9,857	94,734	19,521	
Rent paid.....	198,040	15,681	15,146	97,734	508,626	57,494	7,272	41,049	9,173	
Interest paid.....	43,188	8,876	7,069	26,920	3,946,657	559,081	38,351	269,063	251,667	
Taxes paid.....	148,159	28,176	19,371	70,653	1,907,932	94,740	5,134	50,290	39,316	
Bad debts.....	1,433	373	682	8,205	25,207	7,184	2,612	1,434	3,138	
Repairs.....	42,870	7,433	3,561	18,521	620,565	15,022	750	4,369	9,904	
Depreciation.....	84,268	13,307	8,948	46,799	2,470,484	45,699	2,864	6,542	36,293	
Amortization.....	2,814	*132	757	697	19,629	3,874	*109	1,131	2,634	
Depletion.....	*55	—	—	*54	6,123	4,665	—	—	4,665	
Pension, profit-sharing, annuity, bond purchase plans.....	1,357	*371	*67	1,936	22,980	13,320	*1,646	10,998	*676	
Employee benefit programs.....	10,530	*920	498	5,045	33,526	10,180	1,282	8,540	358	
Net loss from other partnerships.....	*438	—	—	*41	43,796	22,661	*106	10,513	12,042	
Farm net loss.....	—	—	—	—	*554	*69	—	—	*69	
Net loss, noncapital assets.....	403	—	*110	132	11,287	3,649	*5	*257	*3,386	
Other deductions.....	530,689	80,609	35,303	336,078	13,674,961	8,876,915	146,416	8,538,459	192,040	
<b>Net income.....</b>	<b>409,448</b>	<b>87,775</b>	<b>60,312</b>	<b>446,235</b>	<b>9,696,693</b>	<b>3,291,453</b>	<b>62,019</b>	<b>397,567</b>	<b>2,831,867</b>	
<b>Selected other income:</b>										
Net short-term capital gain (less loss).....	*309	*5	—	*503	65,750	54,225	*3,142	9,419	41,664	
Net long-term capital gain (less loss).....	6,288	*293	*8,329	3,650	2,275,307	478,974	2,495	57,280	419,198	

Footnote: at end of table.



## PARTNERSHIPS

Table 1.—Income Statement for Selected Industries—Continued

(All figures are estimates based on samples—money amounts are in thousands of dollars)

Item	Services—Continued											
	Total	Personal Services					Business services	Total	Automobile repair and services			
		Laundries, dry cleaning and garment services	Beauty shops	Barber shops	Other personal services	Automobile repair shops			General automobile repair shops	Other automobile repair	Automobile parking and other services	
												(69)
<b>Partnerships With and Without Net Income</b>												
Number of partnerships	26,604	6,950	8,572	2,778	8,304	39,774	24,176	16,708	8,566	8,142	7,468	
Total receipts	1,490,933	455,337	346,083	117,037	572,476	3,983,673	2,357,067	1,663,699	830,207	833,492	693,368	
Business receipts	1,475,278	445,974	345,282	116,790	567,232	3,748,145	2,311,183	1,643,905	814,211	829,694	667,278	
Income from other partnerships	—	—	—	—	—	5,967	—	—	—	—	—	
Nonqualifying dividends	*2	*2	—	—	—	*182	*6	*1	—	*1	*5	
Interest received	2,687	615	47	*23	2,002	32,711	2,678	753	313	440	1,925	
Rents received	5,712	4,022	*254	*200	1,236	31,409	10,197	3,493	2,389	1,104	6,704	
Royalties	*4	—	—	—	—	*4	10,679	*131	*112	—	*19	
Farm net profit	—	—	—	—	—	—	—	*4,965	*4,965	—	—	
Net gain, noncapital assets	4,706	3,640	*125	*12	928	41,075	6,934	783	*321	461	6,152	
Other receipts	2,544	1,084	*375	*11	1,074	113,505	20,974	9,689	7,897	1,792	11,285	
Total deductions	1,267,928	395,048	298,918	92,979	480,983	3,816,778	2,034,352	1,385,546	701,053	684,493	648,806	
Cost of sales and operations, total	372,044	104,731	75,112	10,701	181,500	706,216	1,078,809	840,935	438,943	401,992	237,874	
Inventory, beginning-of-year	25,196	3,972	2,367	*620	18,238	31,405	82,760	68,334	41,435	26,899	14,425	
Purchases	161,005	27,330	15,331	5,950	112,394	291,212	817,595	646,231	380,363	265,868	171,364	
Cost of labor	99,041	31,802	40,770	*4,377	22,991	104,453	103,632	79,985	30,163	49,822	23,647	
Material and supplies	52,667	20,055	16,606	*435	15,571	69,036	85,266	78,200	16,282	61,918	7,066	
Other costs	64,571	25,561	*2,869	*4	36,137	252,977	88,662	48,454	18,770	29,683	40,209	
Less: Inventory, end-of-year	30,436	3,990	2,830	*686	22,530	42,867	99,107	80,270	48,072	32,198	18,837	
Salaries and wages	249,426	69,905	71,664	33,274	74,583	421,268	188,591	134,725	65,952	68,773	53,867	
Payments to partners	98,533	14,267	37,660	21,855	24,750	97,189	79,414	66,764	31,576	35,188	12,650	
Rent paid	83,604	24,446	28,732	8,490	21,935	106,226	88,582	47,474	23,639	23,835	41,107	
Interest paid	22,550	11,135	2,091	*546	8,778	387,827	57,500	13,320	6,426	6,894	44,179	
Taxes paid	46,246	15,444	11,542	2,854	16,405	76,050	63,357	43,611	20,740	22,871	19,746	
Bad debts	2,194	304	*93	*58	1,740	5,724	3,961	2,978	1,863	1,116	982	
Repairs	22,800	12,109	3,247	633	6,811	47,456	27,854	11,233	6,602	4,631	16,621	
Depreciation	63,651	29,021	9,882	2,359	22,389	1,306,188	155,985	32,908	17,588	15,320	123,076	
Amortization	2,025	1,082	*4	*57	*882	3,067	1,450	*651	*176	*475	799	
Depletion	*1	—	—	—	*1	*1,418	—	—	—	—	—	
Pension, profit-sharing, annuity, bond purchase plans	*784	*445	—	—	*339	6,693	*319	*182	*149	*33	*137	
Employee benefit programs	3,542	1,354	*252	*251	1,685	10,357	3,150	2,370	1,253	1,116	781	
Net loss from other partnerships	*78	*71	*7	—	—	17,148	*4,068	*32	*32	—	*4,036	
Farm net loss	—	—	—	—	—	—	—	—	—	—	—	
Net loss, noncapital assets	*179	*39	*88	—	*52	6,053	*381	*73	—	*73	*308	
Other deductions	300,271	110,695	58,544	11,900	119,131	617,901	280,932	188,289	86,114	102,175	92,643	
Net income (less deficit)	223,006	60,290	47,165	24,058	91,493	166,895	322,715	278,153	129,154	148,999	44,562	
Net income	266,566	70,834	54,020	24,906	116,806	841,969	382,080	288,528	135,235	153,293	93,552	
Deficit	-43,560	-10,544	-6,854	*-848	-25,313	-675,074	-59,365	-10,375	-6,081	-4,294	-48,990	
<b>Selected other income:</b>												
Net short-term capital gain (less loss)	*456	*273	—	—	*182	2,374	*13	*2	*2	—	*11	
Net long-term capital gain (less loss)	7,414	*4,579	*62	—	*2,773	67,335	*58	*384	*252	*132	*-326	
<b>Partnerships With Net Income</b>												
Number of partnerships	19,890	5,360	6,391	2,276	5,863	26,534	18,891	13,992	7,196	6,796	4,899	
Total receipts	1,261,059	400,406	272,604	101,383	486,666	2,939,235	2,010,870	1,506,499	748,693	757,806	504,371	
Business receipts	1,249,198	393,789	271,845	101,147	482,416	2,767,631	1,975,385	1,488,324	732,965	755,359	487,061	
Income from other partnerships	—	—	—	—	—	5,808	—	—	—	—	—	
Nonqualifying dividends	—	—	—	—	—	*179	*6	*1	—	*1	*5	
Interest received	2,553	559	*38	*23	1,934	18,174	2,345	740	310	430	1,605	
Rents received	3,924	2,476	*190	*190	1,038	18,202	8,399	3,193	2,123	1,069	5,206	
Royalties	*3	—	—	—	—	*3	10,677	*131	*112	—	*19	
Farm net profit	—	—	—	—	—	—	—	*4,965	*4,965	—	—	
Net gain, noncapital assets	3,604	*3,161	*125	*12	*306	34,941	4,196	783	*321	461	3,413	
Other receipts	1,776	421	*375	*11	969	83,622	15,444	8,383	7,897	486	7,062	
Total deductions	994,493	329,572	218,584	76,476	369,860	2,097,266	1,628,791	1,217,971	613,457	604,514	410,819	
Cost of sales and operations, total	322,662	91,273	58,293	9,247	163,849	586,092	917,847	753,281	390,515	362,765	164,566	
Inventory, beginning-of-year	19,941	3,662	1,607	*514	14,158	23,899	62,980	52,625	29,450	23,176	10,355	
Purchases	137,517	18,603	11,799	4,560	102,554	237,001	674,775	572,544	337,912	234,632	102,232	
Cost of labor	87,494	30,558	30,906	*4,377	21,653	91,865	95,433	77,126	29,032	48,094	18,306	
Material and supplies	44,707	19,569	13,178	*402	11,558	53,595	79,032	73,558	15,789	57,769	5,473	
Other costs	57,690	22,402	*2,867	*4	32,416	213,576	80,794	43,614	16,909	26,705	37,180	
Less: Inventory, end-of-year	24,686	3,522	2,065	*609	18,491	33,845	75,167	66,187	38,576	27,610	8,980	
Salaries and wages	193,716	60,891	56,411	27,982	48,431	351,735	156,524	117,023	56,486	60,537	39,501	
Payments to partners	69,370	12,104	22,729	*17,182	17,355	70,426	54,400	46,286	21,921	24,364	8,114	
Rent paid	63,067	19,678	21,519	7,048	14,823	74,559	41,161	20,803	20,358	20,358	31,417	
Interest paid	13,100	5,510	1,472	*515	5,603	103,550	31,778	11,430	5,356	6,074	20,349	
Taxes paid	36,598	12,787	8,973	2,226	12,612	58,943	53,667	39,422	18,947	20,474	14,245	
Bad debts	1,904	269	*42	*58	1,534	3,260	3,224	2,634	1,792	842	590	
Repairs	18,050	10,367	2,296	539	4,848	29,244	22,155	10,656	6,366	4,290	11,500	
Depreciation	43,756	20,694	5,803	1,967	15,291	368,557	84,841	29,543	15,829	13,714	55,298	
Amortization	1,399	868	*2	—	*528	1,447	838	*502	*27	*475	*337	
Depletion	*1	—	—	—	*1	*1,304	—	—	—	—	—	
Pension, profit-sharing, annuity, bond purchase plans	*784	*445	—	—	*339	6,130	*253	*182	*149	*33	*70	
Employee benefit programs	2,736	1,324	*252	*245	915	8,619	2,717	2,161	1,095	1,066	556	
Net loss from other partnerships	*78	*71	*7	—	—	*767	*4,068	*32	*32	—	*4,036	
Farm net loss	—	—	—	—	—	—	—	—	—	—	—	
Net loss, noncapital assets	*162	*39	*88	—	*36	2,338	*355	*73	—	*73	*282	
Other deductions	227,109	93,250	40,697	9,467	83,695	430,297	223,545	163,588	74,139	89,448	59,957	
Net income	266,566	70,834	54,020	24,906	116,806	841,969	382,080	288,528	135,235	153,293	93,552	
<b>Selected other income:</b>												
Net short-term capital gain (less loss)	*470	*287	—	—	*182	2,592	*13	*2	*2	—	*11	
Net long-term capital gain (less loss)	*4,947	*2,112	*62	—	*2,773	16,925	*-77	*250	*252	*-2	*-327	

Footnote at end of table.



## DATA SOURCES AND LIMITATIONS

These statistics are based on a systematic sample of unaudited partnership returns, Forms 1065. The sample was stratified based on industry, receipts, income, and assets and selected at rates which ranged from 0.6 percent to 100 percent. There were 47,076 returns in the 1978 sample estimating a total population of 1,310,107. The corresponding counts for 1977 were 43,147 and 1,214,994.

Because they are based on a sample, estimates are subject to sampling error. The return data are also subject to nonsampling error due to taxpayer reporting variations and to discrepancies introduced in statistical processing.

Coefficient of Variation

The upper limits of the coefficient of variation shown below for 1978 (for frequency estimates only) are intended as a general indication of the reliability of the data.

Number of partnerships	Coefficient of variation
640	50%
1,800	30
4,000	20
16,000	10
64,000	5
400,000	2

Additional measures of the coefficient of variation for specific industries and for the various data items will be presented separately in the forthcoming Statistics of Income report for 1978. The computed coefficients of variation of estimates already

published in the 1977 Statistics of Income report can be used to approximate the reliability of similar 1978 estimates.

Nonsampling Error

Nonsampling error was controlled during statistical processing by a variety of methods. Among them was a systematic verification at the field processing location of the manual data editing and industry coding. As a further check on the quality of the editing and industry coding, small subsamples selected after field verification were reprocessed in the National Office. Key entry of the data at the processing location was also subjected to 100 percent verification.

Prior to tabulation, numerous computer tests were applied to each return record to check for inconsistencies. Lastly, prior to publication all statistics and tables were reviewed for accuracy and reasonableness in light of provisions of the tax laws, business reporting variations and limitations, economic conditions, and comparability with other statistical series.

Definitions and Law Changes

Definition of the data items presented in the tables are, in general, the same as those presented in Statistics of Income--1977, Partnership Returns.

There was only one major law change affecting the comparability with statistics for prior years. For 1978, the FUTA (Federal Unemployment Tax Act) tax of 3.4 percent was imposed on the first \$6,000 of wages paid to each employee during the year. In 1977, the tax had been imposed on only the first \$4,200. Since FUTA taxes paid were deductible by the partnerships, the effect of this change in the law would be to increase the total partnership deduction for taxes paid.

## Statistics of Income

# Other Publications And Related Information

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### Published Annual Reports

Individual Income Tax Returns, 1978  
(263 pp., \$7.00)  
Corporation Income Tax Returns, 1977  
Preliminary (31 pp., \$2.00)  
Corporation Income Tax Returns, 1976  
Sole Proprietorship Returns, 1977  
(247 pp., \$6.50)  
Partnership Returns, 1977  
(165 pp., \$5.50)

### Published Supplemental Reports

#### International Income and Taxes:

Foreign Income and Taxes  
Reported on Individual Income Tax  
Returns, 1972-1978 (73 pp., \$4.25)

Domestic International Sales  
Corporation Returns, 1972, 1973,  
and 1974 (192 pp., \$6.00)

Foreign Tax Credit Claimed on  
Corporation Returns, 1974 (158 pp.,  
\$5.50)

U.S. Corporations and their  
Controlled Foreign Corporations,  
1974-1978

#### Other:

Sales of Capital Assets Reported  
on Individual Income Tax  
Returns, 1973 (263 pp., \$7.00)  
Individual Retirement Arrangements,  
1976 (37 pp., \$2.50)  
Individual Income Tax Returns,  
Contents of Reports for 1967-1976  
(15 pp., \$1.50)  
Estate Tax Returns, 1976  
(60 pp., \$3.25)  
Private Foundations, 1974-1978  
(113 pp., \$4.75)

### Selected Reports in Preparation

Corporation Income Tax Returns, 1977  
Partnership Returns, 1978  
Sole Proprietorship Returns, 1978  
Individual Income Tax Returns, 1979  
SOI Bulletin, Fall 1981

### Tape Files Available

Individual Tax Model File, 1966-1978  
State Tax Model File, 1977-1978  
Corporation Source Book, 1965-1976  
Estate Tax File, 1972, 1976  
Private Foundations File, 1974  
Employee Plans File, 1977  
Exempt Organizations File, 1975

### Ordering Information

Statistics of Income reports are for  
sale by the Superintendent of  
Documents, U.S. Government Printing  
Office, Washington, DC 20402

Public-use magnetic tape files are  
available on a reimbursable basis  
from Machine Readable Archives  
Division (NNR), National Archives and  
Records Service, Washington, DC  
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